Annual Comprehensive Financial Report

TOWN OF DAVIE
EST. 1925
INC. 1961
FLORIDA

Fiscal Year Ended September 30, 2023



THE TOWN OF DAVIE, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended
September 30, 2023

Prepared by
Budget and Finance Department

Town of Davie, Florida

Table of Contents

INTRODUCTORY SECTION:

Letter of Transmittal	i-vi
Organizational Charts	vii-viii
List of Principal Officials	ix
GFOA Certificate of Achievement - 2022	x

FINANCIAL SECTION:

Independent Auditor's Report	1-4
Management's Discussion and Analysis	5-15

Basic Financial Statements:

Government-Wide Financial Statements:	
Statement of Net Position	16
Statement of Activities	17
Fund Financial Statements:	
Balance Sheet - Governmental Funds	18
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position	19
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	20-21
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities	22
Statement of Net Position - Proprietary Funds	23-24
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	25
Statement of Cash Flows - Proprietary Funds	26-27
Statement of Net Position - Fiduciary Funds	28
Statement of Changes in Net Position – Fiduciary Funds	29
Notes to Basic Financial Statements	30-88

Required Supplementary Information:

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:

General Fund 89-90

Community Endowment Fund 91

Community Redevelopment Agency 92

ARPA 93

Notes to Budgetary Comparison Schedules 94

Schedule of Changes in Net Pension (Asset) Liability and Related Ratios – Firefighters' Pension Plan 95

Schedule of Changes in Net Pension (Asset) Liability and Related Ratios – Police Employees' Pension Plan 96

Schedule of Changes in Net Pension (Asset) Liability and Related Ratios – Management and General Employees' Pension Plan 97

Schedule of Town Contributions – Firefighters' Pension Plan 98

Schedule of Town Contributions – Police Employees' Pension Plan 99

Schedule of Town Contributions – Management and General Employees' Pension Plan 100

Schedule of Investment Returns – Firefighters' Pension Plan 101

Schedule of Investment Returns – Police Employees' Pension Plan 102

Schedule of Investment Returns – Management and General Employees' Pension Plan 103

Schedule of Changes in Net OPEB (Asset) Liability and Related Ratios - Other Post-Employment Benefits (OPEB) Plan 104

Schedule of Town Contributions – Other Post-Employment Benefits (OPEB) Plan 105

Schedule of Investment Returns – Other Post-Employment Benefits (OPEB) Plan 106

Other Financial Information:

Combining and Individual Fund Financial Statements and Schedules:

Combining Balance Sheet - Nonmajor Governmental Funds 107

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds 108-109

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:

Community Development Block Grant 110

State Housing Initiative Partnership 111

Parks and Open Space Impact Fees 112

Fire Impact Fees 113

Police Impact Fees 114

Forfeitures 115

General Government Impact Fees 116

Affordable Housing 117

Debt Service 118

Combining Statement of Net Position – Internal Service Funds 119

Combining Statement of Revenues, Expenses and Changes in Net Position – Internal Service Funds 120

Combining Statement of Cash Flows – Internal Service Funds 121-122

Combining Statement of Net Position - Fiduciary Funds 123

Combining Statement of Changes in Net Position - Fiduciary Funds 124

STATISTICAL SECTION:

Financial Trends:

Table 1 - Net Position by Component 125

Table 2 - Changes in Net Position 126-127

Table 3 - Governmental Activities Tax Revenues by Source 128

Table 4 - Fund Balances of Governmental Funds 129

Table 5 - Changes in Fund Balances of Governmental Funds 130-131

Revenue Capacity:

Table 6 - Assessed Value and Estimated Actual Value of Taxable Property 132

Table 7 - Property Tax Rates - Direct and Overlapping Governments 133

Table 8 - Principal Property Taxpayers 134

Table 9 - Property Tax Levies and Collections 135

Debt Capacity:

Table 10 - Ratios of Outstanding Debt by Type 136

Table 11 - Ratios of General Bonded Debt Outstanding 137

Table 12 - Direct and Overlapping Governmental Activity Debt 138

Table 13 - Legal Debt Margin Information 139

Table 14 - Pledged-Revenue Coverage 140

Demographic and Economic Information:

Table 15 - Demographic and Economic Statistics 141

Table 16 - Principal Employers 142

Operating Information:

Table 17 - Full-Time Equivalent Town Government Employees by Function/Program 143

Table 18 - Operating Indicators by Function/Program 144

Table 19 - Capital Asset Statistics by Function/Program 145

COMPLIANCE SECTION:

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* 146-147

Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and on Internal Control over Compliance Required by the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General* 148-150

Management Letter in Accordance with the Rules of the Auditor General of the State of Florida 151-152

Data Elements Required by Section 218.39(3)(c), Florida Statutes and Sections 10.554(1)(i)6, Rules of the Auditor General 153

Independent Accountant's Report on Compliance with the Requirements of Section 218.415, Florida Statutes 154

Schedule of Expenditures of Federal Awards and State Financial Assistance 155-157

Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance 158

Schedule of Findings and Questioned Costs 159-160

INTRODUCTORY SECTION

BUDGET AND FINANCE DEPARTMENT
6591 ORANGE DRIVE • DAVIE, FLORIDA 33314-3399
PHONE: 954.797.1050 • FAX: 954.797.1049 • WWW.DAVIE-FL.GOV

March 29, 2024

In accordance with Section 11.45, Florida Statutes and within Section 6(f), Part I of the Code of Ordinances in the Town of Davie's (the "Town") Charter, submitted herewith is the Town's Annual Comprehensive Financial Report (the "Annual Report") for the fiscal year ended September 30, 2023.

The financial statements included in this report conform to the generally accepted accounting principles in the United States ("GAAP") as prescribed by the Governmental Accounting Standards Board ("GASB"). The Town is responsible for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. The financial statements have been audited by Keefe McCullough. The independent auditors have issued an unmodified opinion that this report fairly presents the financial position of the Town and complies with all reporting standards noted above.

The contents of this report are aimed at compliance with GASB pronouncements, including Statement No. 34, requiring the preparation of government-wide financial statements on a full accrual basis of accounting for all funds and including Management's Discussion and Analysis. Also included are additional and enhanced Statistical Tables required by GASB Statement No. 44.

THE REPORTING ENTITY AND ITS SERVICES

The Town was first incorporated in 1925 and was subsequently dissolved as a municipal corporation by the State of Florida when local residents failed to adopt necessary taxing powers. The Town was reincorporated in 1961. The Town exists as a Council-Administrator form of municipal government. Under Florida law, Davie is considered a Municipal Corporation. The Mayor is elected by all registered voters of the Town, while the four Council members are each elected only by the registered voters of the specific District they are elected to represent. The Mayor serves as chairperson of public meetings and executes certain documents authorized by charter, ordinance, or resolution. The Council appoints the Town Administrator (who is the Chief Administrative Officer) and the Town Attorney. The Town Administrator is responsible for implementing policies adopted by the Council and appoints Department Directors or Division Managers. The Department Directors and Division Managers have the primary responsibility to hire and fire employees, however, the final decision ultimately rests with the Town Administrator. The Town is organized into various Departments and Divisions that are significantly reflected in the attached Illustration 1 (page vii). The Budget and Finance Department, which has the responsibility for preparation of this report, is shown in Illustration 2 (page viii).

The activities included in our report are those over which the Town has ultimate financial accountability. Any activity for which the Town, as a "primary" government, is ultimately financially accountable is presented within this report. No activity has been excluded which would cause our financial statements to be misleading or incomplete.

The Town has a Community Redevelopment Agency ("CRA"), in which the main function is to assist with redevelopment in designated areas of the Town. It is financed by property tax revenues that are levied by the Town and certain other taxing authorities (i.e. Broward County, South Broward Hospital District, North Broward Hospital District, Children's Services Council and the Central Broward Water Control District) on the increased taxable values in those targeted areas that exceed a base year amount. This is called the tax increment. The CRA is a blended component unit of the Town and is therefore included within this report. Its resources are tracked from year to year and its surpluses, if any, are available for purposes approved by the CRA Board, which is comprised of the Town Council members.

The Town provides its residents and businesses with a full range of municipal services contemplated by state law or local charter. Services include police and fire, cultural arts, recreation, community services, licensing and permitting, general administration, water and sewer utilities, public works and maintenance, development and redevelopment services, and code enforcement. Through franchise agreements, the Town also provides garbage disposal, electricity, and towing services.

ECONOMIC CONDITIONS AND OUTLOOK

While part of the larger Fort Lauderdale metropolitan area, the Town has maintained much of its pioneering heritage, rustic, and rural lifestyle. Agriculture, though still present and important to the Town, is giving way to higher education facilities and research and development centers. The Town has grown to over 35.5 square miles and a population of 106,989 residents. The Town's Open Space and Recreational programs were the first of their kind in Florida and they are a source of great civic pride. With modern port facilities and a world-class airport only moments away and linked by several interstate and toll highways, the Town has proven to be a great location for individuals and businesses wishing to be part of the growing South Florida community. Only twenty minutes from downtown Miami and less than half that to Fort Lauderdale, Davie has capitalized on this central and important location.

Fiscal Year 2023

Since the inception of the global pandemic, the Town had to reassess and adapt to a new business model to effectively provide services. Although the Town has recovered from the financial impacts of the global pandemic, the challenge with inflation carried over from fiscal year 2022 to fiscal year 2023. Inflation continues to increase pressure on the Town's operating and capital expenses. By budgeting accordingly, the Town was prepared for inflation. The Town will continue to monitor the impacts of inflation and will continue to budget accordingly. Additionally, to maintain operational efficiencies, the Town added 13 positions to our workforce, while keeping our operating millage rate and fire assessment unchanged.

The Town's taxable value is approximately $ 12.4 billion. After four consecutive years of declining property values due to the economic recession, the Town's taxable value increased this year, for the eleventh consecutive year, by approximately $ 1.1 billion or 10.01% and overall property values also showed a modest increase. During the year, we continued to see positive signs that the local economy continued to improve as the activity within our building and engineering division increased. The Town's population continues to grow and is approaching 107,000 residents.

MAJOR INITIATIVES

In the continued effort of making maintenance of its infrastructure a priority, the Town's major capital improvements included the following expenditures during fiscal year 2023:

General Government:

- Land Acquisition - $ 5.0 million
- Drainage Improvements - $ 2.5 million
- Vehicles - $ 1.6 million
- Roadway Enhancements and Improvements - $ 1.4 million
- Davie Road Improvement - $ 1.3 million
- Community Development Block Grant – Mortgage Assistance and Improvements - $ 877K
- Park Improvements - $ 679K
- Town Buildings Renovations - $ 653K
- Governor Leroy Collins Farm Park - $ 563K
- New Town Hall - $ 556K
- Pavement Overlay - $ 531K
- Fire Equipment / Vehicle - $ 508K

Water and Sewer:

- Equipment Replacement / Upgrades - $ 1.6 million
- Reclaimed Water Distribution Systems - $ 1.1 million
- Water Meter Replacement - $ 1.1 million
- Collection System Rehabilitation - $ 381K
- Pumps and Motors - $ 344K
- Wind and Flood Mitigation - $ 193K

Additionally, the fiscal year 2023 budget included budgetary initiatives that had a significant impact on the Town's financial statements. For example, when comparing the original budget for fiscal year 2022 to original fiscal year 2023 budget, the Town increased the operating budget by $ 6.9 million or 10%. Additionally, the Town's capital outlay expenditure budget increased by approximately $ 20.1 million or 48%. Both of these categories took into consideration a significant increase in projects, initiatives and transactions, as well as high inflationary concerns.

FINANCIAL INFORMATION

Internal Accounting Control

Management of the Town is responsible for establishing and maintaining internal controls designed to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the Town's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Control

An annual budget is adopted for most governmental funds, which includes part of the Capital Improvements Program ("CIP"). Although not all the CIP-related funds are inclusive in the annual budget, the Town Council approves, annually, the CIP. The Town does not adopt a budget for its Capital Projects Fund. In accordance with Town Ordinance, appropriations are legally controlled at the Department or Division level. With the exception of projects approved within the CIP, all appropriations lapse at the end of the fiscal period. Encumbrances for projects within the Town's CIP do roll forward, under which purchase orders and other commitments for the expenditure of funds are recorded in the accounting records and are utilized throughout the fiscal year.

Overview of Financial Activity

The accompanying financial statements reflect that the Town has continued to expand its services to meet the demands of its residential and business communities. A summary of the major financial activities is included in the Management Discussion and Analysis Section of this report.

Financial Policies

The Town's Financial Policies set forth the basic framework for the overall fiscal management of the Town. These policies represent a foundation, provide guidelines for evaluating both current activities and proposals for future programs, and assist the Town Council and the Town Administrator in making decisions. Some examples of these type of policies relate to the Town's budget, revenue, expenditures and fund balances (which is discussed in more detail in the next paragraph).

Fund Balances

Previously, the Town implemented Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions,* for its governmental activities. GASB Statement No. 54 establishes various classifications of fund balance based on a hierarchy which details constraints placed on the use of resources by creditors, grantors, contributors, laws or regulations of other governments and those internally imposed. Fund balances classified as restricted are those with externally enforceable limitations on use. Fund balances classified as committed can only be used for specific purposes determined by formal action of the Town Council through a resolution or ordinance (which are both equally binding and the highest level of decision making authority). Commitments can only be changed or lifted only by the Town Council through formal action. Assigned fund balances are amounts that the Town intends to use for a specific purpose but are neither restricted nor committed. The intent to utilize these funds is delegated to the Budget and Finance Director in agreement with the Town Administrator, or designee. Unassigned fund balance can be viewed as the net resources available at the end of the year.

Retirement Programs

The Town contributed to three (3) defined benefit pension plans in accordance with the plan documents within each pension plan and one (1) defined contribution pension plan based on employee classifications created in accordance with Internal Revenue Code Section 401(a). The plans currently cover all full-time employees, except some contractual employees, of the Town. Under the defined benefit pension plans, the Town and the employees make contributions. Under the defined contribution plan, the Town contributes 11.4% while the employees do not make contributions. Employer contributions for the defined benefit plans for fiscal year ended September 30, 2023 were approximately as follows: Firefighters' Pension $ 5.2 million, Police Employees' Pension $ 6.6 million and Management and General Employees' Pension $ 2.3 million.

A defined benefit pension plan provides a pension benefit that pays the employee a specific amount of money, typically per month, once the employee becomes eligible for receiving the retirement benefits. Some of the factors that are used to determine the retirement benefit include number of years of service, years of vesting, salary and the multiplier. Under a defined benefit pension plan, the benefits that are paid to the participant will be the sole responsibility of the employer.

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account, the returns earned on investments on those contributions, and forfeitures of other participant's benefits that may be reallocated to such participant's account.

In order to encourage employees to supplement their retirement income, a deferred compensation program is also available to all employees. Under this program, employees may voluntarily elect to defer a portion of their salary to future years. Both programs, the defined contribution plan and deferred compensation program, are administered by Voya under a trust agreement. The plan assets are separate and the Town does not exercise any control or fiduciary responsibility over the assets. Therefore, the assets, liabilities and transactions are not included in the Town's financial statements. Please see Notes 13 and 14 in the Notes to the Financial Statements for a detailed discussion of the retirement program.

Financing Programs and Debt Administration

The Town currently has 10 outstanding long-term debt issues. At September 30, 2023, the principal balance outstanding totaled approximately $ 182 million.

General Obligation Bonds:

The Town previously issued $ 12.4 million General Obligation Refunding Note, Series 2015. The purpose of this Refunding Note was to refund and defease the then outstanding General Obligation Bonds, Series 2006. The Note has a 16-year amortization, due August 2031, with a fixed rate of 2.59%. Ad valorem tax revenues from the General Fund are pledged to repay this Note issue.

The Town previously issued $ 16.3 million Limited General Obligation Refunding Note, Series 2015. The purpose of this Refunding Note was to refund and defease the then outstanding Limited General Obligation Bonds, Series 2006. The Note has a 11-year amortization, due August 2026, with a fixed rate of 2.18%. Ad valorem tax revenues from the General Fund are pledged to repay this Note issue up to a tax limit of 0.38 mills per annum.

Community Redevelopment Agency Bonds:

Previously, the Town issued $ 10.0 million and $ 7.4 million Community Redevelopment Agency Bonds, Series 2013A and 2013B, respectively. The purpose of these Refunding Bonds was to refund and defease the then outstanding $ 20.0 million Community Redevelopment Agency Bonds, Series 2010. The Series 2013 Bonds have a 12-year amortization, due December 2025, with a fixed rate of 3.002% on Series A and 2.953% on Series B. The bonds are secured by a gross pledge and lien of tax increment revenues of Davie's CRA.

Note payable:

Previously, the Town issued a $ 3.5 million note payable for the purposes of financing the acquisition of public safety equipment. The note bears no interest maturing in February 2028. The Town has not pledged revenue in connection with this credit facility, except for that it is payable from legally available funds.

Special Obligation Bonds, Series 2021:

In December 2021, the Town issued $ 36.6 million of a Special Obligation Bond, Series 2021. The purpose of these bonds is for the construction and equipping of the new Town Hall and the Davie Wetlands Park (formerly Van Kirk). The Series 2021 Bonds have a 30-year amortization, due October 2051, with a fixed rate ranging from 4% to 5%. Legally available non-ad valorem revenues from the General Fund, and certain investment earnings, are pledged to repay this obligation.

Water and Sewer Bonds:

In June 2020, the Town issued $ 47.7 million Water and Sewer Revenue Refunding Bonds, Series 2020. The purpose of these Bonds was to refund and defease a significant portion of the then outstanding Water and Sewer Revenue Bonds, Series 2011. The Refunding Bonds have a 22-year amortization, due October 2041, bearing interest between 1.004% and 3.111%. The Bonds are payable from the pledged net revenues and contributions charges of the water and sewer system.

In August 2019, the Town issued $ 49.9 million Water and Sewer Revenue Refunding Bonds, Series 2019. The purpose of these Bonds was to refund and defease the then outstanding Water and Sewer Revenue Bonds, Series 2010. The Refunding Bonds have a 22-year amortization, due October 2040, with a fixed rate of 2.76%. The Bonds are payable from the pledged net revenues and contributions charges of the water and sewer system.

In November 2012, the Town issued Water and Sewer Revenue Bonds, Series 2012, in the amount of $ 28.2 million, due October 2042, bearing interest between 2.00% and 4.00%. The Bonds are payable from the pledged net revenues and contributions charges of the water and sewer system.

State Revolving Loan:

In April 2012, the Town entered into a revolving loan agreement with the State of Florida Department of Environmental Protection Clean Water State Revolving Loan program to provide financing for the Town's Infiltration and Inflow Program and the Master Lift Station No. 8 and Force Main project. The loan is collateralized by a pledge on the revenues from the Town's Water and Sewer System, after payment of operation and maintenance expenditures and satisfaction of all senior revenue obligations. This facility is in junior position to the Water and Sewer Revenue Bonds of the Town. The Town borrowed $ 4.6 million, including capitalized interest and service fee charges of $ 17,594 and $ 89,782, respectively. Semiannual payments are due on each September 15th and March 15th. As of September 30, 2016, the project was deemed completed; therefore the amortization schedule was finalized, requiring semiannual installments of $ 135,959, including interest at a fixed rate of 2.30%.

OTHER INFORMATION

Independent Audit

In accordance with Section 11.45(3)(a) (4), Florida Statutes, and within Section 6(f), Part I of the Code of Ordinances in the Town's Charter, the Town engaged the firm of Keefe McCullough, to perform the independent audit of the Town's accounts and records. The independent auditor's report is included in the Financial section.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Davie for its annual comprehensive financial report for the fiscal year ended September 30, 2022. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

In addition, the Town also received the GFOA Award for Distinguished Budget Presentation for the Town's budget for the fiscal year ended September 30, 2023. It was the twelfth consecutive year the Town received the award for the document, which serves as the Town's primary fiscal policy document.

Acknowledgements

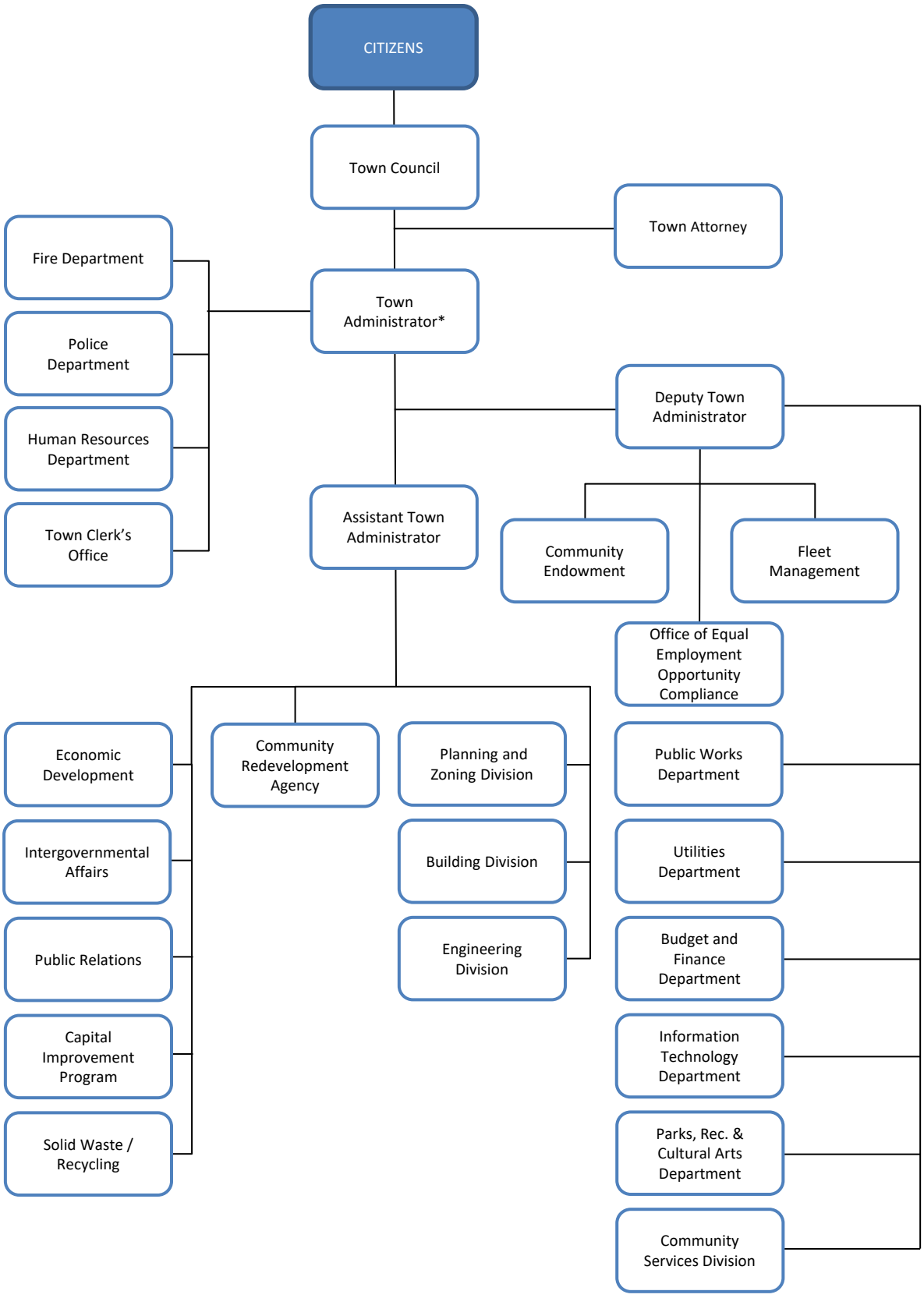
The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire Budget and Finance Department. We express our appreciation to all members of the Department who assisted and contributed to its preparation. We would like to express our thanks for the cooperation received from our independent auditors, Keefe McCullough, as they worked diligently with the Town. Of course, we greatly appreciate and thank the Town's Council and Town Administration for their interest and support in planning and conducting the financial operations of the Town.

Respectfully submitted,

Richard J. Lemack, Town Administrator

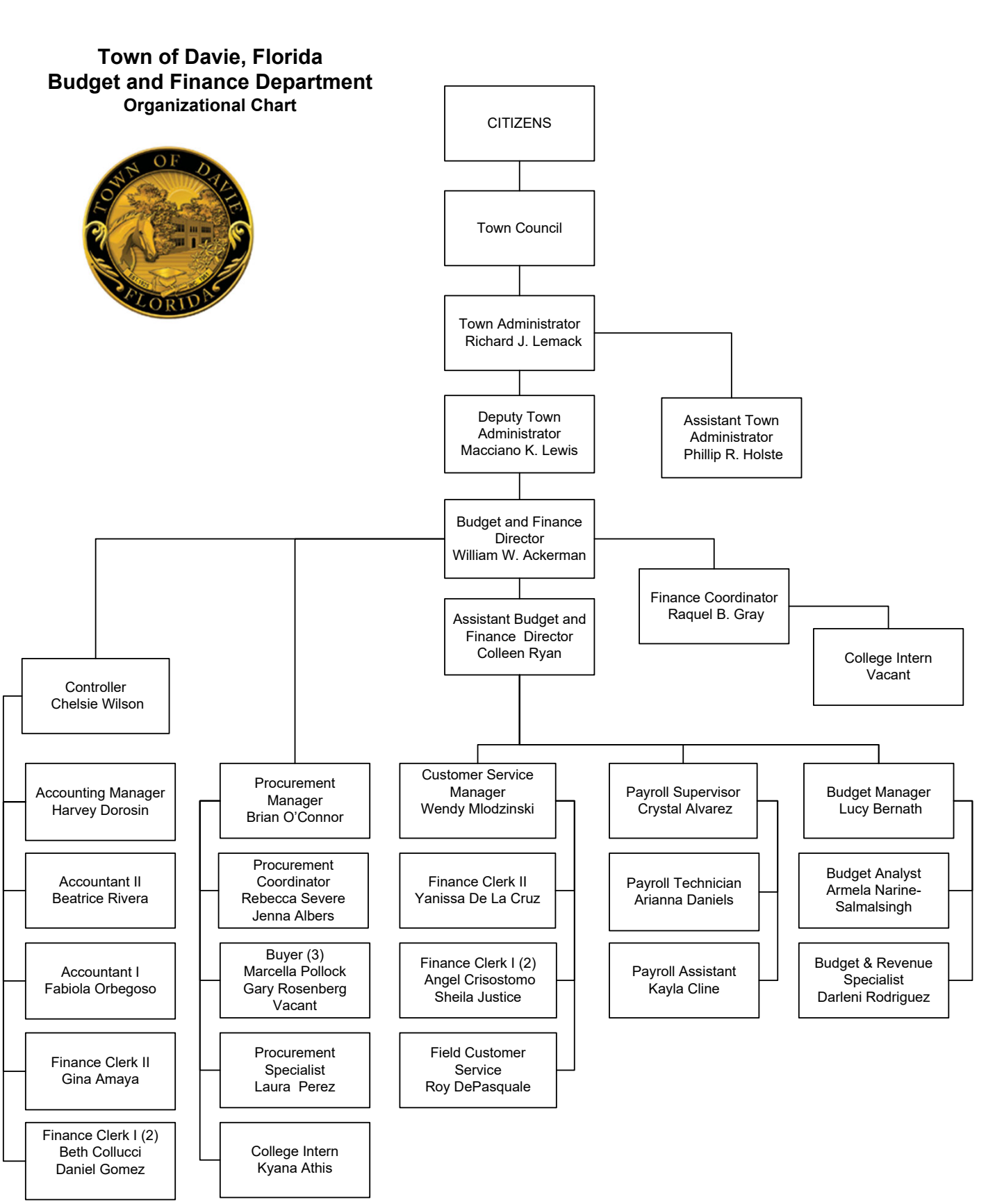
William W. Ackerman, Budget and Finance Director

Town of Davie
Table of Organization FY 2023



* The Town Administrator also functions as the Executive Director of the Community Redevelopment Agency.

Town of Davie, Florida
Budget and Finance Department
Organizational Chart



Town of Davie, Florida
List of Principal Officials

2022-2023 Town Council

Judy Paul	Mayor
Marlon Luis	Vice-Mayor
Caryl Hattan	Councilmember
Susan Starkey	Councilmember
Michelle Whitman	Councilmember

Administrative Officials

Richard J. Lemack	Town Administrator
Macciano K. Lewis	Deputy Town Administrator
Phillip R. Holste	Assistant Town Administrator
William W. Ackerman	Budget and Finance Director
Julie Downey	Fire Chief
Grace Garagozzo	Human Resources Director
Nelson Martinez, Jr.	Information Technology Director
Jeffrey Pohlman	Parks, Recreation and Cultural Arts Director
Stephen Kinsey	Police Chief
Osdel Fernandez-Larrea	Public Works/Capital Projects Director
Allan Weinthal	Town Attorney
Evelyn Roig	Town Clerk
Renuka Mohammed	Utilities Director
Keefe McCullough	Town Auditors

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Davie
Florida

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

Keefe McCullough
CPAs + Trusted Advisors

INDEPENDENT AUDITOR'S REPORT

To Honorable Mayor and
Members of the Town Council
Town of Davie, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Davie, Florida, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the Town of Davie, Florida's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Davie, Florida, as of September 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Town of Davie Firefighters' Pension Plan or the Town of Davie Police Employees' Pension Plan, which together represent 70 percent, 71 percent, and 52 percent, respectively, of the assets, fund balance/net position, and revenues/additions of the aggregate remaining fund information as of September 30, 2023, and the respective changes in financial position for the year then ended. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as it relates to the amounts included for the Town of Davie Firefighters' Pension Plan and the Town of Davie Police Employees' Pension Plan are based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Davie, Florida, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

CPAs + Trusted Advisors

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Davie, Florida's, ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Davie, Florida's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Davie, Florida's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedules related to pensions and other post-employment benefits on pages 5–15 and 95–106, respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Davie, Florida's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.550, *Rules of the Florida Auditor General*, respectively, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit and the report of the other auditors, the combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2024, on our consideration of the Town of Davie, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Davie, Florida's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Town of Davie, Florida's internal control over financial reporting and compliance.

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale. Florida
March 29, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

Overview of the Financial Statements

The Town of Davie's (the "Town") Management Discussion and Analysis (MD&A) is designed to provide an objective and easy to read analysis of the Town's financial activities based on currently known facts, decisions, or conditions. It is intended to provide a broad overview on short-term and long-term analysis of the Town's activities based on information presented in the financial report and fiscal policies that have been adopted by the Town. Specifically, this section is designed to assist the reader in focusing on significant financial issues, provide an overview of the Town's financial activity, identify changes in the Town's financial position (its ability to address the next and subsequent year challenges), identify any material deviations from the financial plan (the approved budget), and identify individual fund issues or concerns.

The Town presents its financial statements under the reporting model required by the Governmental Accounting Standards Board Statement Number 34 — *Basic Financial Statements — and Management's Discussion and Analysis — for State and Local Governments* (Statement 34). As with other sections of this financial report, the information contained within this MD&A should be considered only a part of a greater whole. The reader of this statement should take time to read and evaluate all sections of this report, including the footnotes and the Required Supplementary Information (RSI), provided in addition to this MD&A.

Understanding the Basic Financial Statements

GASB Statement 34 represented a monumental change from the way in which government financial statements are recorded and presented. It provided for the first time a concise "entity-wide" Statement of Net Position and Statement of Activities, providing the user of the financial statements a combined overview of the Town's financial position and result of operations, eliminating interfund activities and "other people's money" such as pension funds, which can mislead users when incorporated in a combined manner. The Government-Wide Financial Statements also differentiate between Governmental and Business-Type Activities, further assisting the reader in their evaluation.

The reporting model requires the use of accrual accounting (which focuses on economic resources) at the top most level, while maintaining modified accrual accounting (which focuses on current financial resources—budgeted resources) at the individual fund level. This was an important change in governmental accounting. The impact of long-term financial decisions is accurately matched to the period in which the expense or revenue is attributed. In short, an accurate presentation of information is achieved and the impacts of long-term decisions are promptly recorded as the transactions occurred, as opposed to the traditional method of recording them when the bill is paid. A good example of this is the recording of compensated absences such as vacation time. Previously, this time was "expensed" as paid, not when earned. As a result, employees could accrue hundreds of hours in the past without that expense being attributed to the taxpayers who benefited from those employees' services. Once the employees separate from the Town it is future taxpayers who will bear the financial liability, but would not benefit from those employees' services. This is but one of many examples of "expenses" that have traditionally not been matched to the period of benefit.

Users interested in "budgetary performance" will find that information available in the required supplementary information and other financial information following the notes to the financial statements. An overview discussion of the different sections of this reporting model follows.

Government-Wide Financial Statements

The government-wide financial statements consist of a Statement of Net Position and a Statement of Activities. Both statements represent an overview of the Town as a whole, separating its operations between governmental and business-type activities. All information is presented utilizing the economic resources measurement focus and accrual basis of accounting. This method better matches revenues and expenses to the period in which the revenues are earned and the expenses attributed. The Town's Community Redevelopment Agency is shown as a blended component unit. Fiduciary funds, such as pension trust funds, are precluded from these Government-Wide Financial Statements because they represent money and funds legally set aside for use by the employee groups they benefit. Previously, the Town implemented the provisions of GASB No. 68, *Accounting and Financial Reporting for Pensions*. This pronouncement established standards for measuring and recognizing liabilities, deferred outflows/inflows of resources and expense/expenditures. Although Florida law requires municipalities to fund pension plans on an actuarially sound basis, it is important for the user to study the Government-Wide and Fund Financial Statements (as explained in the following section) as well as the footnotes, required supplementary information, and statistical sections of this report. Previously, the Town implemented the provisions of GASB No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (OPEB). The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits offered to retirees other than pensions. It also improves information provided by state and local governmental employers about financial support for OPEB. Also, combined into the Government-Wide Financial Statements, are the Internal Service Funds of the Town.

The focus of the Statement of Net Position is designed to be similar to a bottom line for the Town and its governmental and business-type activities. This statement combines and consolidates governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations.

The Statement of Activities is focused on both the gross and net cost of various activities (including governmental, business-type and component unit), which are supported by the government's general tax and program revenues. This is intended to summarize and simplify the user's analysis of cost of various governmental services and the local taxing efforts necessary to sustain each of those activities.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The Governmental Funds presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith. The Fund Financial Statements also allow the government to address its Fiduciary (or Trust) Funds summarized by type (pension, investment, private purpose trusts and custodial funds). While these Funds represent fiduciary responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements. While the Total column on the Business-Type Fund Financial Statements is the same as the Business-Type column on the Government-Wide Financial Statements, after adjusting for internal service funds, the Governmental Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement. The flow of current financial resources will reflect debt proceeds and interfund transfers as other financial sources as well as capital expenditures and debt principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations (debt and others), among other items, into the Governmental Activities column (in the Government-Wide statements).

Analysis of the Overall Financial Position and Results of Operations

In evaluating the financial position and short-term financial performance of the Town, two tools are particularly valuable: The Statement of Net Position and the Statement of Activities.

It is useful for the user to compare the current year with the prior year. This aids in spotting trends and other areas of concern or interest. For ease of relative comparisons, we include the percent change from one year to another (Tables 1 and 2).

The General Fund fiscal year 2023 financial statements were impacted by an increase in our workforce to improve operational efficiencies, a significant increase in projects and initiatives and inflation. Despite the overall increase in operating expenses, the General Fund revenue increased to help offset some of the aforementioned expenses.

Statement of Net Position

Net position of the Town represents the difference between (assets, deferred outflows) and (liabilities, deferred inflows) using the economic resources measurement focus and accrual basis of accounting.

In general terms, the governmental activities of the Town's total current and other assets increased 6%. The overall increase in governmental activities is primarily due to the increase in cash, cash equivalents and investments, net receivables and capital assets. The increase in cash, cash equivalents and investments in governmental activities is primarily due to the Town's General Fund receiving more revenue than anticipated and spending less expenditures than budgeted. The Town also continues to invest in its capital assets.

The governmental activities of the Town's capital assets increased 7%, while the current liabilities of those activities decreased 3%. The increase in capital assets in governmental activities is primarily due to some of the large projects that the Town has completed or are still in progress of completing. Town-wide significant projects include a new Town Hall, drainage improvements, vehicles, roadway enhancements and improvements, Davie Road improvements, park improvements and other Town-wide projects. The decrease in current liabilities is primarily due to the decrease in unearned revenue for funds that are not yet recognized as revenue. Total liabilities in governmental activities increased 89%, as this total includes an overall 149% increase in the long-term liabilities due in more than one-year from the prior year and an overall 16% increase in the long-term liabilities due within one-year. The significant increase in the liabilities is due to two reasons: net pension liability and the implementation of Governmental Accounting Standards Board (GASB) 96 – Subscription-Based Information Technology Arrangements (SBITA). Net pension liability increased significantly due to all three defined benefit plans enduring significant investment losses. Due to the implementation of GASB 96, the Town's Statement of Net Pension now includes a SBITA payable that was not included in the previous year financial statements. Net Investment in capital assets increased by 9% and unrestricted net position now stands at $ 172 million, an approximate $ 13 million increase from the previous year.

The business-type activities of the Town's capital assets decreased 3%, while the current liabilities of those activities decreased 12%. The changes under long term liabilities due in more than one-year are a direct result from liabilities related to current outstanding bonds.

Overall deferred outflows and inflows of resources changed significantly due to the actual and actuarial results of the Town's deferred benefit pension plans.

Business-type activities, the Town's Water and Sewer system, had a decrease in total assets of approximately 1%, a 3% decrease in total liabilities, and a 6% increase in net position. The decrease in total assets is primarily due to the 3% decrease in capital assets, net, partially offset by a 2% increase in current and other assets. In January 2008, the Town Council approved a water and sewer rate study which included predetermined rate increases to the Town's water and sewer rates through September 2012, all of which were implemented as recommended and with increases beyond September 2012, based on Consumer Price Index compared to a set rate. This approved study allowed the Town to adequately fund operations now and in the future, as well as support the capital improvement necessary for system growth. During FY 2022, the Town Council approved an Ordinance that led to two rate increases during FY 2022. Additionally, this Ordinance established rate increases through fiscal year 2026. For FY 2023, water rates increased 2.5% while sewer rates increased 2.0%. Lastly, the Ordinance allows the use of the Consumer Price Index to implement rate increases after fiscal year 2026. The increased rates charged to customers have positively impacted the system.

On a total government basis, with current assets increasing and current liabilities decreasing, the Town is able to meet its short-term obligations (the Town has over 9 times the current assets than current liabilities). Total net position increased by 8% for the year and the reason for the increase will be explained below under Statement of Activities.

The table below presents a summary of net position as of September 30, 2023 and 2022, derived from the Government-Wide Statement of Net Position:

Table 1
Summary of Net Position (in thousands)

	Governmental Activities			Business-Type Activities			Total		
	2023	2022	Change	2023	2022	Change	2023	2022	Change
Assets:									
Current and other	$ 296,140	$ 278,593	6%	$ 84,867	$ 82,864	2%	$ 381,007	$ 361,457	5%
Capital assets, net	221,096	207,580	7%	110,803	114,134	-3%	331,899	321,714	3%
Total assets	517,236	486,173	6%	195,670	196,998	-1%	712,906	683,171	4%
Total deferred outflows of resources:	92,547	30,941	199%	6,046	5,244	15%	98,593	36,185	172%
Liabilities:									
Current	35,288	36,195	-3%	3,922	4,439	-12%	39,210	40,634	-4%
Long-term:									
Due within 1 year	11,724	10,139	16%	4,610	4,473	3%	16,334	14,612	12%
Due in more than 1 year	171,086	68,798	149%	117,766	120,944	-3%	288,852	189,742	52%
Total liabilities	218,098	115,132	89%	126,298	129,856	-3%	344,396	244,988	41%
Total deferred inflows of resources:	7,471	48,354	-85%	1,036	2,106	-51%	8,507	50,460	-83%
Net Position:									
Net investment in capital assets:	195,402	179,045	9%	(6,521)	(7,336)	11%	188,881	171,709	10%
Restricted for:									
Contribution charges and capital replacement	-	-	-	22,026	26,983	-18%	22,026	26,983	-18%
Building services	6,645	6,477	3%	-	-	-	6,645	6,477	3%
Debt service	64	42	52%	3,345	3,345	0%	3,409	3,387	1%
Community redevelopment	1,932	656	195%	-	-	-	1,932	656	195%
Community development projects and services	230	230	0%	-	-	-	230	230	0%
Parks and recreation - parks and open space	1,485	1,216	22%	-	-	-	1,485	1,216	22%
Public safety - fire	1,007	1,180	-15%	-	-	-	1,007	1,180	-15%
Public safety - police	715	651	10%	-	-	-	715	651	10%
General government activities	963	965	0%	-	-	-	963	965	0%
Affordable housing	682	516	32%	-	-	-	682	516	32%
Public service	57	-	100%	-	-	-	57	-	100%
Other post-employment benefits	2,507	2,922	-14%	194	225	-14%	2,701	3,147	-14%
Unrestricted	172,525	159,728	8%	55,338	47,063	18%	227,863	206,791	10%
Total net position	$ 384,214	$ 353,628	9%	$ 74,382	$ 70,280	6%	$ 458,596	$ 423,908	8%

Statement of Activities

Activities of the Town (Table 2) reflected a 16% increase in overall revenues when compared to the prior year and total Town expenses reflected a 20% increase. The Statement of Activities illustrates some particular areas that need to be further discussed.

The governmental activities represent the most significant activity within the Town. Program revenues increased 10% in governmental activities mainly due to the increases in both charges for services and capital grants and contributions. The 22% increase in general revenues in governmental activities is primarily due to an increase in Ad Valorem (operating) revenues, utility service taxes, franchise fees, investment income and intergovernmental. The increase in Ad Valorem (operating) revenue is due to higher taxable values and new construction. Increases in utility service taxes, franchise fees and intergovernmental revenue are due to growth. The increase in investment income is due to a significant improvement in interest income and unrealized gains.

The business-type activities, which represent the water and sewer operations activities of the Town, included a 2% decrease in program revenues. The decrease in the program revenues is attributed mainly to a significant reduction in capital grants and contributions. During fiscal year 2022, the Town received capital contributions of approximately $ 2.1 million, which did not occur again in fiscal year 2023. The reduction in the capital contribution was partially offset by a rate increase during the fiscal year, which increased charges for services. The 277% increase in general revenues in business-type activities is primarily due to a significant increase in investment income from the previous year.

Total program expenses in governmental activities increased by 22% from the previous year with a significant increase occurring in general government, police, fire and parks, recreation and cultural arts offset by a decrease in interest expenses. The increases in the noted departments and divisions were anticipated, due to an increase in personnel for some of those departments and divisions, and increased operating expenses, including inflationary pressures. Interest expenses were anticipated to decrease based on the payments made from the debt service schedule.

Program expenses of business-type activities increased by 8%. This was primarily due to increases in personnel services, professional fees, cost of utilities, cost of supplies and materials, maintenance costs and insurance costs.

Overall, net position increased 8% for the year, with a 9% increase noted for governmental activities and an 6% increase noted for business-type activities.

The table below presents a summary of changes in net position for the years ended September 30, 2023 and 2022, as derived from the Government-Wide Statement of Activities:

Table 2
Summary of Changes in Net Position (in thousands)

	Governmental Activities			Business-Type Activities			Total		
	2023	2022	Change	2023	2022	Change	2023	2022	Change
Revenues:									
Program revenues:									
Charges for services	$ 45,959	$ 41,473	11%	$ 29,818	$ 28,616	4%	$ 75,777	$ 70,089	8%
Operating grants and contributions	4,045	5,538	-27%	-	-	-	4,045	5,538	-27%
Capital grants and contributions	3,315	1,630	103%	312	2,068	-85%	3,627	3,698	-2%
Total program revenues	53,319	48,641	10%	30,130	30,684	-2%	83,449	79,325	5%
General revenues:									
Ad Valorem, operating	67,366	61,190	10%	-	-	-	67,366	61,190	10%
Ad Valorem, debt service	2,654	2,513	6%	-	-	-	2,654	2,513	6%
Utility service taxes	11,320	9,841	15%	-	-	-	11,320	9,841	15%
Other general taxes	4,205	4,163	1%	-	-	-	4,205	4,163	1%
Franchise fees	13,739	12,381	11%	-	-	-	13,739	12,381	11%
Intergovernmental, not restricted for specific purposes	20,710	18,934	9%	328	-	100%	21,038	18,934	11%
Investment income(loss)	7,808	(3,677)	312%	1,927	(193)	1098%	9,735	(3,870)	352%
Miscellaneous	3,806	3,005	27%	309	737	-58%	4,115	3,742	10%
Transfers	515	-	100%	(515)	-	-100%	-	-	0%
Total general revenues	132,123	108,350	22%	2,049	544	277%	134,172	108,894	23%
Total revenues	185,442	156,991	18%	32,179	31,228	3%	217,621	188,219	16%
Program expenses:									
General government	17,154	11,354	51%	-	-	-	17,154	11,354	51%
Building and engineering	7,513	7,133	5%	-	-	-	7,513	7,133	5%
Public safety - police	64,621	49,071	32%	-	-	-	64,621	49,071	32%
Public safety - fire	39,525	33,322	19%	-	-	-	39,525	33,322	19%
Public works	15,421	15,953	-3%	-	-	-	15,421	15,953	-3%
Parts, recreation and cultural arts	8,848	7,839	13%	-	-	-	8,848	7,839	13%
Interest	1,774	1,905	-7%	-	-	-	1,774	1,905	-7%
Water and sewer	-	-	-	28,077	26,053	8%	28,077	26,053	8%
Total expenses	154,856	126,577	22%	28,077	26,053	8%	182,933	152,630	20%
Change in net position	30,586	30,414	1%	4,102	5,175	-21%	34,688	35,589	-3%
Net position, beginning of year	353,628	323,214	9%	70,280	65,105	8%	423,908	388,319	9%
Net position, end of year	$ 384,214	$ 353,628	9%	$ 74,382	$ 70,280	6%	$ 458,596	$ 423,908	8%

Individual Fund Performance

Governmental Funds Types

In the General Fund, the Town's revenues exceeded its expenditures by nearly $ 33.9 million while the overall fund balance increased by about $ 21.4 million. Theses changes are due to higher revenue than anticipated in utility service taxes, franchise fees, intergovernmental, permits and fees, charges for services and investment income. Additionally, the Town is experiencing a high number of vacancies which has led to significant salary savings. The General Fund transferred out approximately $ 17.3 million in which was mostly for capital related projects and purchases. The Community Endowment Fund did have a decrease in fund balance of about $ 29K. The amount available in this fund for Community Obligations is approximately $ 113K.

The Community Redevelopment Agency had an increase in their fund balance of approximately $ 1.3 million. The amount available in the Community Redevelopment Agency now stands at approximately $ 1.9 million. The increase in the amount available in the Community Redevelopment Agency is due to actual expenditures being significantly less than budgeted.

For the other Special Revenue Funds, the approximate amounts available are as follows: Community Development Block Grant, $ 230K; Parks and Open Space Impact Fees, $ 1.5 million; Fire Impact Fees, $ 1.0 million; Police Impact Fees, $ 293K; Forfeitures, $ 422K; General Government Impact Fees, $ 963K; and Affordable Housing, $ 682K.

The Capital Projects Fund provided projects of approximately $ 11.8 million to the community this year, compared with approximately $ 16.7 million in the previous year. Nearly $ 5.0 million was spent on Land Acquisition, $ 1.3 million on Davie Road Improvements, $ 556K for Town Building Renovations, $ 612K for Stormwater projects and $ 563K for Leroy Collins Park.

Proprietary Fund Types

Enterprise Funds: The Town's Water and Sewer System experienced an operating income of $ 5.4 million, compared to an operating income of $ 6.3 million in FY 2022. The operations resulted in a pledged revenue coverage of 2.07x, which is an increase from FY 2022 which was 2.00x. The minimum pledged revenue coverage requirement is 1.15x. In January 2008, the Town's Council approved a water and sewer rate study which included recommended increases to the Town's water and sewer rates through September 2012, all of which were implemented as recommended and with increases beyond September 2012, based on Consumer Price Index compared to a set rate. During FY 2022, Council adopted an Ordinance that included rate increases that would contribute to the Town's ability to maintain the coverage ratio over the last several years. Additionally, this Ordinance established rate increases through fiscal year 2026. Lastly, the Ordinance allows the use of the Consumer Price Index to implement rate increases after fiscal year 2026. The increased rates charged to customers have positively impacted the system.

Internal Service Funds: The Vehicle Maintenance Fund net position increased by approximately $ 676K resulting in a net position of approximately $ 15.1 million, of which approximately $ 6.3 million is unrestricted. The increase is due to not spending everything that was budgeted for operations. Vehicle charge rates to departments are reviewed periodically and adjusted accordingly. When the Town built a new garage facility several years ago, it was completed utilizing funding from the unrestricted net position of the fund which was sufficient to cover all anticipated outlays without affecting working capital needs.

The Self-Insurance Fund net position increased by approximately $ 2.0 million resulting in a net position of approximately $ 20.8 million, of which approximately $ 20.7 million is unrestricted. The increase in the net position is due primarily to less than anticipated claims and less than anticipated administrative costs.

The Information Technology Fund net position increased by approximately $ 873K resulting in a net position of approximately $ 10.0 million, of which approximately $ 8.5 million is unrestricted. This fund is accumulating enough resources to sustain its operations. This Fund continues to focus on ensuring that the net position is sufficient to accommodate for the Town's planned improvements to information technology.

The use of these funds has served to insulate recurring capital replacement needs from the volatile budgetary process. As a result, the Town's needs for vehicles and information systems component replacement and maintenance have been adequately addressed.

Fiduciary Funds Types

The Town's pension funds posted an aggregate increase of approximately $ 39.9 million to the net position of the plans. The combined fair value of the plans' holdings is $ 461.2 million as of September 30, 2023. The net position held for pension and other post-employment benefits of the various trusts, total approximately $ 474.0 million.

Financial Analysis of the Governmental Funds

Budget variance reporting is only included for the General Fund. Summarized below are the significant final variances accompanied by an explanation:

General Fund

- Utility service taxes, Favorable $ 1.5 million. The favorable variance is primarily attributed to higher than anticipated tax revenue from Florida Power and Light Company due to user rate increases implemented by the utility.

- Franchise fees, Favorable $ 2.2 million. The favorable variance is primarily attributed to higher than anticipated franchise fee revenue from Florida Power and Light Company due to user rate increases implemented by the utility and higher than anticipated franchise fees for commercial solid waste collection/disposal.

- Intergovernmental revenue, Favorable $ 3.3 million. The favorable variance is primarily attributed to higher than anticipated half cent sales taxes and State revenue sharing as well as unanticipated revenue from Seminole Compact revenue sharing and FEMA grants.

- Permits and fees, Favorable $ 3.4 million. The favorable variance is primarily attributed to higher than anticipated building and engineering permits.

- Charges for services, Favorable $ 2.4 million. The favorable variance is primarily attributed to higher than anticipated EMS transport fees and annual fire inspections, and new contracts executed at higher rates for the provision of public safety services to the Town of Southwest Ranches and for school resource officers.

- Investment Income, Favorable $ 4.5 million. The favorable variance is attributed to higher than anticipated interest earned on the Fund's cash and strong investment earnings.

- General Government, Favorable $ 3.0 million. The personnel services favorable variance is primarily attributed to unplanned vacancies that resulted in lower than anticipated salary and benefit expenditures. The operating favorable variance is primarily due to not spending the budgeted amounts on contractual services, professional services, legal services, election costs, insurance premiums and deductibles, supplies, and training and education. The capital outlay unfavorable variance is due to the implementation of GASB 96 and the reallocation and capitalization of some subscription-based IT arrangements (SBITA) that were budgeted as operating costs.

- Public Safety, Favorable $ 3.9 million. The personnel services favorable variance is primarily attributed to unplanned vacancies during the year, in which some of those savings were used toward overtime. The operating favorable variance is primarily attributed to not spending the full budgeted amounts on contractual services, communication services, operating supplies and equipment, equipment maintenance, and training and education. The capital outlay unfavorable variance results from the implementation of GASB 96 and its capitalization of SBITA implementation and license outlays that were budgeted as operating costs.

- Non Departmental Favorable $ 2.2 million. The operating favorable variance is primarily the result of lower than anticipated expenses for contingency, emergency response activities, and fuel cost subsidies for the solid waste collection/disposal service provider.

- Debt service, Unfavorable $ 1.2 million. The unfavorable variance results from the implementation of GASB 96 which requires the value of a new subscription to be recorded as a debt service payment in the initial year, offset primarily by other financing sources.

- Other Financing Sources, SBITA, Favorable $ 3.3 million. The favorable variance results from the implementation of GASB 96 which requires the value of a new subscription to be recorded as a debt service payment in the initial year, offset primarily by other financing sources.

Significant Capital Assets and Long-Term Debt Activity

Debt has been issued as part of a long-term financing mechanism for some of the capital projects or significant capital outlay items. Additionally, the Town has utilized one-time revenue sources (for example General Fund Unrestricted Reserves) to also fund some capital projects.

The Town currently has ten (10) outstanding long-term debt issues as follows: two (2) General/Limited Obligation Bonds, two (2) Community Redevelopment Bonds, one (1) equipment note payable, one (1) special obligation bonds, three (3) Water and Sewer Revenue Bonds, and a loan (1) with the State of Florida Department of Environmental Protection, Clean Water State Revolving Loan Program. Additional information related to long-term debt activity can be found under Note 9 to the financial statements.

The Town spent approximately $ 19.4 million in governmental funds on capital assets. Of this amount, the Town spent $ 2.5 million on Drainage Improvements, $ 1.4 million on Roadway Enhancements and Improvements, $ 1.3 million on Davie Road Improvements, $ 877K on Community Development Block Grant – Mortgage Assistance and Improvements and $ 679K on Park Improvements.

Approximately $ 5.4 million in new capital assets was provided for business-type activities, in which significant portions were related to equipment replacement / upgrades, reclaimed water distribution systems, water meter replacement and collection system rehabilitation.

Capital contributions from developers in the Water and Sewer system amounted to approximately $ 312K, representing mostly contributions-in-aid of construction.

Additional information related to capital assets can be found under Note 6 to the financial statements.

Economic Factors and Next Year's Budget

In the conduct of municipal government, various lawsuits, commitments, and contingencies will arise. Disclosure of these items appear in the accompanying notes to this report.

Florida has many limiting measures on residential property taxes, and all affect the Town. The first $ 25,000 of assessed value is exempt from taxation on homestead property. A second $ 25,000 exemption is available but only applies to the portion of the assessed value between $ 50,000 and $ 75,000 (excluding taxes paid to the School Board). Florida's Constitution further limits taxable values on homestead property through the Save-Our-Homes amendment. Although an increase in property values is anticipated in the future, Homestead property is limited to a maximum 3% increase in assessed value per year, or less if inflation is less, while commercial property is limited to a maximum 10% increase in assessed value per year. The Town's taxable value decreased over a four-year period, fiscal year 2009 through 2012. The taxable value has increased annually starting in fiscal year 2013 and the Town has fully recovered. FY 2023 represents the highest taxable value in the Town's history. There is no direct correlation with respect to the Town's tax base and the Town's budget as the former will likely not grow as quickly as the latter.

Additionally, the Town has a Community Redevelopment Agency that is making improvements on the east-side of the Town. This Agency encompasses an area which has most of the industrial lands within the Town. The growth in this area's tax base will benefit the component unit and not the governmental activities of the Town, restricting the Town's revenue growth potential even further until the Community Redevelopment Agency expires.

The Town's bargaining groups will continue to request improved pay, benefits, and working conditions. Given the increasing cost of personnel, coupled with moderately increasing revenues, the Town continues to face a structural budget issue whereas the pace of expenses continues to exceed revenues. The Town has recognized this structural issue and will continue to address it and find solutions.

The Town is located within Broward County in South Florida. Davie is a desirable location for both residences and businesses. Fortunately, the "leading indicators" of growth, such as platting of parcels of lands, site plans of lands, requested land use and zoning changes, continue to increase, indicating the outlook for growth is somewhat positive. The Town is heavily weighted towards residential properties and the mix of land use could be a problem in the future. The Town currently levies slightly more than half its legally available millage rate.

Impacting fiscal year 2008, the State Legislature required property tax revenues to be rolled back to fiscal year 2007 levels, and then required to be reduced by another 9%. This resulted in a net reduction in property tax revenues of 6% for fiscal year 2008. The Town's fiscal year 2010 and 2011 budget reflected similar operating millage rates, an increase from fiscal year 2009 to help offset the reduction in the assessed property tax values and does not recapture the loss in property tax revenue suffered from the implementation of the State Legislature requirements. The Town slightly lowered the operating millage for fiscal year 2012 and then maintained it for FY 2013. In order to offset increasing operating expenditures and address the structural budget issues, the Town increased the operating millage for FY 2014, which was kept the same for fiscal year 2015. In a symbolic gesture, the Town slightly reduced the operating millage for FY 2016 and had a slight reduction for FY 2017. During the FY 2018 Budget process, it was noted that future ad valorem revenue could decrease if the voters throughout the State of Florida voted for an increase in the homestead exemption. In preparation for this possibility, the Town increased the millage rate for FY 2018. The revenue that was generated from the increased millage rate was budgeted to be used towards necessary capital projects and would be used in the future to offset the loss of revenue if the homestead exemption was approved. Although the voters did not approve the additional homestead exemption initiative, the Town generally maintained the operating millage rate for FY 2019, FY 2020, FY 2021, FY 2022 and FY 2023 and continued to set aside some funding towards necessary capital projects.

The Town's adopted FY 2024 budget is $ 334.2 million, which is approximately a $ 36.0 million (or 12%) increase from the original adopted FY 2023 budget of $ 298.2 million. The primary reason for the increase in the Town's budget relates to the General Fund, which increased by over $ 31 million. The increase in the General Fund is due to several reasons. Salary costs increased over $ 2.6 million as well as the associated taxes and benefits. These increases are due to position changes made during FY 2023 and for FY 2024, collective bargaining agreement commitments and non-represented employee costs. Pension costs increased nearly $ 3.3 million for the Town's three defined benefit plans, largely driven by losses incurred by the pension plans, particularly the Police Pension plan. The General Fund is transferring $ 14.4 million to the Capital Projects fund, which is $ 11 million more than FY 2023. This transfer to the Capital Projects Fund includes funding for 24 projects. Operating expenditures increased due to higher information technology costs, supply chain delays and inflation impacts to contractual services, fuel and supplies.

It is worth noting the continued unknown overall economic impact that inflation will continue to have on the Town. As of the date of these financial statements, it is unknown how long the economic impacts will affect the Town. The Town will continue to use its resources to best serve the Town residents, business owners, employees and visitors.

Contacting the Town's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the money it receives. If you have questions about this report, or need additional financial information, please contact the Town of Davie, Budget and Finance Department at 8800 SW 36th Street, Davie, Florida, 33328, or call (954) 797-1050.

BASIC FINANCIAL STATEMENTS

Town of Davie, Florida
Statement of Net Position
September 30, 2023

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash, cash equivalents and investments	$ 275,144,437	$ 54,915,749	$ 330,060,186
Restricted cash, cash equivalents and investments	-	26,085,248	26,085,248
Receivables, net	7,428,107	2,054,337	9,482,444
Due from other governments	4,473,047	328,351	4,801,398
Prepaid items	6,467,013	376	6,467,389
Inventories	120,080	1,154,699	1,274,779
Other assets	-	133,819	133,819
Capital assets not being depreciated	99,501,087	9,525,879	109,026,966
Capital assets, net of accumulated depreciation and amortization	121,595,246	101,276,908	222,872,154
Net other post employment benefits (OPEB) asset	2,507,105	194,367	2,701,472
Total assets	517,236,122	195,669,733	712,905,855
Deferred Outflows of Resources:			
Deferred outflows relating to pensions	92,159,001	2,198,698	94,357,699
Deferred outflows relating to other post employment benefits (OPEB)	387,727	30,133	417,860
Deferred charge on refunding	-	3,817,080	3,817,080
Total deferred outflows of resources	92,546,728	6,045,911	98,592,639
Liabilities:			
Accounts payable and accrued liabilities	12,479,356	1,532,056	14,011,412
Insurance claims payable	2,437,242	-	2,437,242
Other liabilities	1,233,593	-	1,233,593
Unearned revenues	18,293,822	-	18,293,822
Customer deposits - payable from restricted assets	-	713,735	713,735
Accrued interest payable	844,464	1,676,630	2,521,094
Due within one year:			
Compensated absences payable	4,923,078	236,889	5,159,967
Bonds and notes payable	5,074,829	4,372,574	9,447,403
SBITA payable	1,726,372	-	1,726,372
Due in more than one year:			
Net pension liability	105,923,244	1,142,797	107,066,041
Compensated absences payable	6,113,321	276,153	6,389,474
Bonds and notes payable	55,982,379	116,346,774	172,329,153
SBITA payable	3,066,716	-	3,066,716
Total liabilities	218,098,416	126,297,608	344,396,024
Deferred Inflows of Resources:			
Deferred inflows relating to pensions	3,914,788	940,578	4,855,366
Deferred inflows relating to other post employment benefits (OPEB)	1,233,104	94,998	1,328,102
Deferred amount on lease receivable	2,322,619	-	2,322,619
Total deferred inflows of resources	7,470,511	1,035,576	8,506,087
Net Position:			
Net investment in capital assets	195,401,555	(6,521,465)	188,880,090
Restricted for:			
Contribution charges, and capital replacement	-	22,026,391	22,026,391
Building services	6,645,283	-	6,645,283
Debt service	64,267	3,345,122	3,409,389
Community redevelopment	1,932,002	-	1,932,002
Community development projects and services	229,825	-	229,825
Parks and recreation - parks and open space	1,485,035	-	1,485,035
Public safety - fire	1,007,308	-	1,007,308
Public safety - police	714,482	-	714,482
General government activities	962,672	-	962,672
Affordable housing	682,019	-	682,019
Public service	56,967	-	56,967
Other post-employment benefits	2,507,105	194,367	2,701,472
Unrestricted	172,525,403	55,338,045	227,863,448
Total net position	$ 384,213,923	$ 74,382,460	$ 458,596,383

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Statement of Activities
For the Year Ended September 30, 2023

Functions/Programs:	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net Revenue (Expense) and Change in Net Position: Governmental Activities	Net Revenue (Expense) and Change in Net Position: Business-Type Activities	Net Revenue (Expense) and Change in Net Position: Total
Governmental activities:							
General government	$ 17,153,811	$ 1,858,500	$ 3,648,785	$ 2,945,222	$ (8,701,304)	$ -	$ (8,701,304)
Building and engineering	7,512,694	9,934,301	-	-	2,421,607	-	2,421,607
Public safety - police	64,620,974	9,561,941	15,435	90,010	(54,953,588)	-	(54,953,588)
Public safety - fire	39,525,303	22,431,441	240,421	1,262	(16,852,179)	-	(16,852,179)
Public works	15,421,243	490,354	130,532	278,405	(14,521,952)	-	(14,521,952)
Parks, recreation and cultural arts	8,848,371	1,682,477	10,400	-	(7,155,494)	-	(7,155,494)
Interest on long-term debt	1,773,989	-	-	-	(1,773,989)	-	(1,773,989)
Total governmental activities	154,856,385	45,959,014	4,045,573	3,314,899	(101,536,899)	-	(101,536,899)
Business-type activities:							
Water and sewer	28,076,767	29,817,661	-	311,757	-	2,052,651	2,052,651
Total business-type activities	28,076,767	29,817,661	-	311,757	-	2,052,651	2,052,651
Total	$ 182,933,152	$ 75,776,675	$ 4,045,573	$ 3,626,656	(101,536,899)	2,052,651	(99,484,248)
General revenues:							
Taxes:							
Ad valorem taxes, levied for general purposes					67,365,943	-	67,365,943
Ad valorem taxes, levied for debt service					2,653,676	-	2,653,676
Utility service taxes					11,320,472	-	11,320,472
Other general taxes					4,204,603	-	4,204,603
Franchise fees on gross receipts					13,738,806	-	13,738,806
Intergovernmental, not restricted for specific purposes					20,710,570	328,351	21,038,921
Investment income					7,808,573	1,927,258	9,735,831
Miscellaneous					3,805,664	308,743	4,114,407
Transfers					515,000	(515,000)	-
Total general revenues and transfers					132,123,307	2,049,352	134,172,659
Change in net position					30,586,408	4,102,003	34,688,411
Net position, beginning of year					353,627,515	70,280,457	423,907,972
Net position, end of year					$ 384,213,923	$ 74,382,460	$ 458,596,383

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Balance Sheet - Governmental Funds
September 30, 2023

	General	Community Endowment	Community Redevelopment Agency	ARPA	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Assets:							
Cash, cash equivalents and investments	$ 128,464,380	$ 107,539	$ 5,126,143	$ 16,160,598	$ 84,002,521	$ 6,978,660	$ 240,839,841
Receivables:							
Property taxes, net	53,950	-	-	-	-	-	53,950
Utility taxes and franchise fees, net	3,525,772	-	-	-	-	-	3,525,772
Lease	2,384,942	-	-	-	-	-	2,384,942
Other	1,078,298	5,833	-	-	99,428	-	1,183,559
Due from other governments	4,340,574	-	-	-	108,441	24,032	4,473,047
Advances to other funds	3,000,000	-	-	-	-	-	3,000,000
Prepaid items	262,977	-	-	-	51,136	-	314,113
Total assets	$ 143,110,893	$ 113,372	$ 5,126,143	$ 16,160,598	$ 84,261,526	$ 7,002,692	$ 255,775,224
Liabilities:							
Accounts payable and accrued liabilities	$ 9,599,721	$ -	$ 194,141	$ 664,611	$ 845,314	$ 273,592	$ 11,577,379
Other liabilities	1,233,093	500	-	-	-	-	1,233,593
Advances from other funds	-	-	3,000,000	-	-	-	3,000,000
Unearned revenues	636,085	-	-	15,495,987	513,991	1,647,759	18,293,822
Total liabilities	11,468,899	500	3,194,141	16,160,598	1,359,305	1,921,351	34,104,794
Deferred Inflows of Resources:							
Deferred amount on lease receivable	2,322,619	-	-	-	-	-	2,322,619
Fund Balances:							
Nonspendable:							
Prepaid expenditures	262,977	-	-	-	51,136	-	314,113
Leases	62,323	-	-	-	-	-	62,323
Advances to other funds	3,000,000	-	-	-	-	-	3,000,000
Restricted for:							
Building services	6,645,283	-	-	-	-	-	6,645,283
Debt service	64,267	-	-	-	-	-	64,267
Community redevelopment	-	-	1,932,002	-	-	-	1,932,002
Community development projects and services	-	-	-	-	-	229,825	229,825
Parks and recreation - parks and open space	-	-	-	-	-	1,485,035	1,485,035
Public safety - fire	-	-	-	-	-	1,007,308	1,007,308
Public safety - police	-	-	-	-	-	714,482	714,482
General government activities	-	-	-	-	-	962,672	962,672
Affordable housing	-	-	-	-	-	682,019	682,019
Public service	56,967	-	-	-	-	-	56,967
Committed to:							
Hurricane/emergency and disaster recovery operating reserves	47,239,458	-	-	-	-	-	47,239,458
Community obligations	-	112,872	-	-	-	-	112,872
Capital projects	-	-	-	-	81,851,085	-	81,851,085
Wetland mitigation	503,132	-	-	-	1,000,000	-	1,503,132
Tree preservation	623,204	-	-	-	-	-	623,204
Assigned to:							
Subsequent year's expenditures	9,276,241	-	-	-	-	-	9,276,241
Unassigned	61,585,523	-	-	-	-	-	61,585,523
Total fund balances	129,319,375	112,872	1,932,002	-	82,902,221	5,081,341	219,347,811
Total liabilities, deferred Inflows of resources, and fund balances	$ 143,110,893	$ 113,372	$ 5,126,143	$ 16,160,598	$ 84,261,526	$ 7,002,692	$ 255,775,224

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Position
September 30, 2023

Fund balances - total governmental funds		$ 219,347,811
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds:		
Cost of capital assets is	$ 477,807,585	
Less accumulated depreciation/amortization	(256,711,252)	221,096,333
Accrued interest payable not reported in the governmental funds.		(844,464)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:		
Net pension liability	(105,923,244)	
Bonds and notes payable	(61,057,208)	
SBITA payable	(4,793,088)	
Compensated absences	(11,036,399)	(182,809,939)
Other post employment benefits (OPEB) asset, is not an available resource and, therefore, is not reported in the government funds.		2,507,105
Certain funds related to pension and other post employment benefits (OPEB) assets and liabilities; are not reported in the governmental funds:		
Prepaid pension contributions	4,823,922	
Deferred outflows relating to pensions	92,159,001	
Deferred outflows relating to other post employment benefits (OPEB)	387,727	
Deferred inflows relating to pensions	(3,914,788)	
Deferred inflows relating to other post employment benefits (OPEB)	(1,233,104)	92,222,758
Internal services funds are used by management to charge the cost of certain activities to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities, other than capital assets and long-term liabilities already included above.		32,694,319
Net position of governmental activities		$ 384,213,923

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Year Ended September 30, 2023

	General	Community Endowment	Community Redevelopment Agency	ARPA	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:							
Ad valorem taxes	$ 70,019,619	$ -	$ -	$ -	$ -	$ -	$ 70,019,619
Utility service taxes	11,320,472	-	-	-	-	-	11,320,472
Franchise fees	13,674,638	64,168	-	-	-	-	13,738,806
Intergovernmental	18,255,501	-	4,276,592	2,438,143	1,429,202	1,557,637	27,957,075
Other general taxes	4,204,603	-	-	-	-	-	4,204,603
Permits and fees	9,709,524	-	-	-	-	166,282	9,875,806
Charges for services	20,226,484	-	15,066	-	-	590,918	20,832,468
Fire assessments	13,666,647	-	-	-	-	-	13,666,647
Fines and forfeitures	1,584,093	-	-	-	-	90,010	1,674,103
Investment income	6,161,346	12,484	137,099	-	1,456,908	40,736	7,808,573
Miscellaneous	3,784,352	-	-	-	13,557	31,712	3,829,621
Total revenues	172,607,279	76,652	4,428,757	2,438,143	2,899,667	2,477,295	184,927,793
Expenditures:							
General government:							
General services department:							
Personnel services	7,168,177	-	307,387	-	-	195,770	7,671,334
Operating	4,582,148	106,103	1,153,373	-	-	501,000	6,342,624
Capital outlay	418,070	-	3,765,545	2,438,143	-	1,135,267	7,757,025
	12,168,395	106,103	5,226,305	2,438,143	-	1,832,037	21,770,983
Building and engineering division:							
Personnel services	5,413,477	-	-	-	-	-	5,413,477
Operating	1,358,390	-	-	-	-	-	1,358,390
Capital outlay	10,913	-	-	-	-	-	10,913
	6,782,780	-	-	-	-	-	6,782,780
Total general government	18,951,175	106,103	5,226,305	2,438,143	-	1,832,037	28,553,763
Public safety:							
Police department:							
Personnel services	45,643,041	-	-	-	-	-	45,643,041
Operating	9,550,370	-	-	-	-	71,000	9,621,370
Capital outlay	2,956,551	-	-	-	-	50,770	3,007,321
	58,149,962	-	-	-	-	121,770	58,271,732
Fire department:							
Personnel services	32,816,448	-	-	-	-	-	32,816,448
Operating	5,646,274	-	-	-	-	-	5,646,274
Capital outlay	114,665	-	-	-	-	-	114,665
	38,577,387	-	-	-	-	-	38,577,387
Total public safety	96,727,349	-	-	-	-	121,770	96,849,119

Town of Davie, Florida
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Year Ended September 30, 2023
(continued)

	General Fund	Community Endowment	Community Redevelopment Agency	ARPA	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Expenditures (continued):							
Public works:							
Personnel services	4,548,002	-	-	-	-	-	4,548,002
Operating	6,212,317	-	-	-	-	-	6,212,317
Capital outlay	316,143	-	-	-	-	-	316,143
Total public works	11,076,462	-	-	-	-	-	11,076,462
Parks, recreation and cultural arts:							
Personnel services	3,685,386	-	-	-	-	-	3,685,386
Operating	2,804,810	-	-	-	-	-	2,804,810
Capital outlay	189,008	-	-	-	-	51,103	240,111
Total parks, recreation and cultural arts	6,679,204	-	-	-	-	51,103	6,730,307
Non-departmental:							
Operating	1,464,085	-	-	-	-	-	1,464,085
Capital outlay	16,859	-	-	-	-	-	16,859
Total non-departmental	1,480,944	-	-	-	-	-	1,480,944
Debt service:							
Principal and SBITA	3,427,429	-	1,555,571	-	495,553	543,000	6,021,553
Interest and other fiscal charges	355,836	-	158,131	-	-	1,535,250	2,049,217
Total debt service	3,783,265	-	1,713,702	-	495,553	2,078,250	8,070,770
Capital outlay	-	-	-	-	11,832,646	-	11,832,646
Total expenditures	138,698,399	106,103	6,940,007	2,438,143	12,328,199	4,083,160	164,594,011
Excess (deficiency) of revenues over expenditures	33,908,880	(29,451)	(2,511,250)	-	(9,428,532)	(1,605,865)	20,333,782
Other Financing Sources (Uses):							
Transfers in	1,536,086	-	3,787,061	-	11,467,356	2,035,250	18,825,753
Transfers out	(17,289,667)	-	-	-	(1,021,086)	(291,568)	(18,602,321)
SBITA	3,255,293	-	-	-	-	185,827	3,441,120
Total other financing sources (uses)	(12,498,288)	-	3,787,061	-	10,446,270	1,929,509	3,664,552
Net change in fund balances	21,410,592	(29,451)	1,275,811	-	1,017,738	323,644	23,998,334
Fund Balances, beginning of year	107,908,783	142,323	656,191	-	81,884,483	4,757,697	195,349,477
Fund Balances, end of year	$ 129,319,375	$ 112,872	$ 1,932,002	$ -	$ 82,902,221	$ 5,081,341	$ 219,347,811

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2023

Net change in fund balances - total governmental funds		$ 23,998,334
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense.		
Expenditures for capital assets, net	$ 19,399,524	
Less: current year depreciation/amortization	(9,166,564)	10,232,960
Repayment of debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		6,261,672
Proceeds from bonds, notes payable, and SBITA		(3,441,120)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:		
Change in other post employment benefits (OPEB) asset	(414,671)	
Change in net pension asset	(9,989,003)	
Change in net pension liability	(104,279,448)	
Change in prepaid pension contributions	(104,193)	
Change in accrued interest payable	35,109	
Change in compensated absences	113,173	(114,639,033)
Certain changes related to pension and other post employment benefits (OPEB) assets and liabilities; are not reported in the net change in the governmental funds:		
Change in deferred outflows relating to pensions	61,311,961	
Change in deferred outflows relating to other post employment benefits (OPEB)	293,589	
Change in deferred inflows relating to pensions	42,781,660	
Change in deferred inflows relating to other post employment benefits (OPEB)	424,672	104,811,882
Internal service funds are used by management to charge the cost of certain activities to individual funds. The allocated change in net position of the internal service funds is reported with governmental activities.		3,361,713
Change in net position of governmental activities		$ 30,586,408

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Statement of Net Position -
Proprietary Funds
September 30, 2023

	Water and Sewer (Major Fund)	Internal Service Funds
Assets:		
Current assets:		
Cash, cash equivalents and investments	$ 52,099,793	$ 37,120,552
Restricted cash, cash equivalents and investments	26,085,248	-
Receivables, net of allowance for uncollectibles	2,054,337	279,884
Due from other governments	328,351	-
Prepaid items	376	1,328,978
Inventories	1,154,699	120,080
Total current assets	81,722,804	38,849,494
Noncurrent assets:		
Other assets	133,819	-
Net other post employment benefits (OPEB) asset	194,367	-
Capital assets:		
Land	7,331,847	-
Construction in progress	2,194,032	-
Buildings and improvements	126,203,602	2,832,966
Infrastructure	29,539,373	-
Machinery, equipment and vehicles	53,593,203	29,701,792
Intangible assets- SBITA	-	2,961,111
Less accumulated depreciation and amortization	(108,059,270)	(23,220,605)
Net capital assets	110,802,787	12,275,264
Total noncurrent assets	111,130,973	12,275,264
Total assets	192,853,777	51,124,758
Deferred Outflows of Resources:		
Deferred outflows relating to pensions	2,198,698	-
Deferred outflows relating to other post employment benefits (OPEB)	30,133	-
Deferred charge on refunding	3,817,080	-
Total deferred outflows of resources	6,045,911	-
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	1,532,056	901,977
Compensated absences payable	236,889	-
Insurance claims payable	-	2,437,242
Accrued interest payable	1,676,630	-
Bonds and notes payable, current	4,372,574	-
SBITA payable, current	-	863,285
Total current liabilities	7,818,149	4,202,504

Town of Davie, Florida
Statement of Net Position -
Proprietary Funds
September 30, 2023
(continued)

	Water and Sewer (Major Fund)	Internal Service Funds
Noncurrent liabilities:		
Net pension liability	1,142,797	-
Customer deposits - payable from restricted assets	713,735	-
Compensated absences payable	276,153	-
Bonds and notes payable	116,346,774	-
SBITA payable	-	1,110,811
Total noncurrent liabilities	118,479,459	1,110,811
Total liabilities	126,297,608	5,313,315
Deferred Inflows of Resources:		
Deferred inflows relating to pensions	940,578	-
Deferred inflows relating to other post employment benefits (OPEB)	94,998	-
Total deferred inflows of resources	1,035,576	-
Net Position:		
Net investment in capital assets	(6,521,465)	10,280,487
Restricted for contribution charges, and capital replacement	22,026,391	-
Restricted for debt service	3,345,122	-
Restricted for other post-employment benefits	194,367	
Unrestricted	52,522,089	35,530,956
Total net position	$ 71,566,504	$ 45,811,443
Explanation of difference between proprietary funds statement of net position and the government-wide statement of net position:		
Internal service funds are used by management to charge the costs of certain activities, such as vehicle maintenance, insurance and information technology, to individual funds. The portion attributable to business-type activities is reflected here and the residual assets and liabilities of the internal service funds are included in governmental activities in the government-wide statement of net position.	2,815,956	
Total net position - government-wide statement of net position	$ 74,382,460	

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Year Ended September 30, 2023

	Water and Sewer (Major Fund)	Internal Service Funds
Operating revenues:		
Charges for services	$ 29,817,661	$ 31,191,456
Operating expenses:		
Personnel services	5,832,013	2,907,301
Professional fees	681,626	-
Utilities	2,310,625	-
Supplies and materials	1,378,979	-
Maintenance	1,466,413	5,831,193
Insurance	361,684	3,643,419
Claims and other fees	-	11,730,968
Administration	2,939,274	2,357,515
Other	1,011,410	-
Depreciation and amortization	8,470,435	3,193,165
Total operating expenses	24,452,459	29,663,561
Operating income (loss)	5,365,202	1,527,895
Nonoperating revenues (expenses):		
Intergovernmental	328,351	-
Other income, net	308,743	1,797,349
Investment income (loss)	1,927,258	-
Interest and other fiscal charges	(3,821,668)	(57,739)
Total nonoperating revenues (expenses)	(1,257,316)	1,739,610
Income (loss) before contributions and transfers	4,107,886	3,267,505
Contributions and transfers:		
Capital contributions	311,757	-
Transfers from (to) other funds	(515,000)	291,568
Total contributions and transfers	(203,243)	291,568
Change in net position	3,904,643	3,559,073
Net position, beginning of year	67,661,861	42,252,370
Net position, end of year	$ 71,566,504	$ 45,811,443
Explanation of difference between proprietary funds statement of revenues, expenses and changes in net position and the government-wide statement of activities:		
Change in net position - proprietary funds financial statements	$ 3,904,643	
Internal service funds are used by management to charge the costs of certain activities, such as vehicle maintenance, insurance and information technology, to individual funds. The portion attributable to business-type activities is reflected here.	197,360	
Change in net position - government-wide statement of activities	$ 4,102,003	

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Statement of Cash Flows -
Proprietary Funds
For the Year Ended September 30, 2023

	Water and Sewer (Major Fund)	Internal Service Funds
Cash Flows from Operating Activities:		
Receipts from customers	$ 29,777,197	$ -
Receipts from interfund charges	-	31,141,490
Payments to suppliers and service providers	(10,646,390)	(23,590,018)
Payments to employees	(5,256,577)	(2,852,708)
Other receipts	308,743	1,763,015
Net cash provided by (used in) operating activities	14,182,973	6,461,779
Cash Flows from Non Capital Financing Activities:		
Transfers from (to) other funds	(515,000)	291,568
Net cash provided by (used in) non capital financing activities	(515,000)	291,568
Cash Flows from Capital and Related Financing Activities:		
Acquisition and construction of capital assets, net	(5,433,989)	(3,010,777)
Principal retirements on debt and SBITA	(4,252,656)	(952,198)
Interest and other fiscal charges paid on capital debt and SBITA	(3,452,465)	(57,739)
Proceeds from disposition of capital assets	-	47,940
Capital contributions	311,757	-
Net cash provided by (used in) capital and related financing activities	(12,827,353)	(3,972,774)
Cash Flows from Investing Activities:		
Investment income	1,927,258	-
Net cash provided by (used in) investing activities	1,927,258	-
Net increase (decrease) in cash, cash equivalents and investments	2,767,878	2,780,573

Town of Davie, Florida
Statement of Cash Flows -
Proprietary Funds
For the Year Ended September 30, 2023
(continued)

	Water and Sewer (Major Fund)	Internal Service Funds
Cash, cash equivalents and investments, beginning of year	75,417,163	34,339,979
Cash, cash equivalents and investments, end of year	$ 78,185,041	$ 37,120,552
Cash, cash equivalents and investments per Statement of Net Position:		
Unrestricted	$ 52,099,793	$ 37,120,552
Restricted	26,085,248	-
	$ 78,185,041	$ 37,120,552
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:		
Operating income (loss)	$ 5,365,202	$ 1,527,895
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Other operating revenues, net	308,743	1,763,015
Depreciation and amortization	8,470,435	3,193,165
(Increase) decrease in assets:		
Receivables, net	(17,488)	(49,966)
Prepaid items	6,374	(15,181)
Inventories	(347,237)	(7,021)
Net other post employment benefits (OPEB) asset	30,928	-
Deferred outflows relating to pensions	(1,171,956)	-
Deferred outflows relating to other post employment benefits (OPEB)	(21,897)	-
Increase (decrease) in liabilities:		
Accounts payable, accrued liabilities and compensated absences	(99,500)	174,996
Insurance claims payable	-	(125,124)
Customer deposits	(22,976)	-
Net pension liability/asset, net	2,753,315	-
Deferred inflows relating to pensions	(1,039,296)	-
Deferred inflows relating to other post employment benefits (OPEB)	(31,674)	-
Total adjustments	8,817,771	4,933,884
Net cash provided by (used in) operating activities	$ 14,182,973	$ 6,461,779

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Statement of Net Position -
Fiduciary Funds
September 30, 2023

Assets:		
Cash and cash equivalents		$ 17,132,043
Investments, at fair value:		
Domestic equity funds	$ 69,659,093	
Equity securities, including mutual funds	166,788,732	
Real estate investment funds	78,112,589	
International equity funds	42,932,470	
Fixed income funds	35,786,956	
Absolute return funds	10,398,767	
United States agency securities	16,301,742	
Corporate notes/debt securities	4,294,675	
United States treasuries	12,755,107	
Pooled separate accounts - self directed DROP	11,885,573	
Hedge funds	10,486,621	
Private credit funds	1,754,063	461,156,388
Receivables:		
Interest and dividends		262,599
Contributions		106,856
Securities sold		157,549
Prepaid expenses		10,043
Total assets		478,825,478
Liabilities:		
Accounts payable		71,328
Payable for securities purchased		20,545
Total liabilities		91,873
Deferred Inflows:		
Advanced contributions from employer		4,823,922
Total deferred inflows		4,823,922
Net Position:		
Net position restricted for pensions		470,974,595
Net position restricted for other post-employment benefits		2,935,088
Total net position		$ 473,909,683

The accompanying notes to financial statements are an integral part of these statements.

Town of Davie, Florida
Statement of Changes in Net Position -
Fiduciary Funds
For the Year Ended September 30, 2023

Additions:		
Contributions:		
Employer	$	14,043,154
Plan members		5,126,081
State of Florida		2,783,141
Total contributions		21,952,376
Investment income:		
Net appreciation (depreciation) in fair value of investments		34,259,155
Interest and dividends, net		8,027,497
Total investment income (loss)		42,286,652
Less:		
Investment expenses		1,694,759
Net investment income (loss)		40,591,893
Other income		40,618
Total additions		62,584,887
Deductions:		
Benefits paid		21,726,424
Refunds of contributions		484,303
Administrative expenses		446,608
Total deductions		22,657,335
Change in net position		39,927,552
Net Position, beginning of year		433,982,131
Net Position, end of year	$	473,909,683

The accompanying notes to financial statements are an integral part of these statements.

NOTES TO BASIC FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

A. Reporting Entity

The Town of Davie, Florida (the "Town") was first incorporated in 1925 and was subsequently dissolved as a municipal corporation by the State of Florida when local residents failed to adopt necessary taxing powers. The Town was reincorporated in 1961, as authorized by Special Acts – Chapter 61-2056 under the Laws of Florida, and exists as a Council-Administrator form of municipal government. All registered voters elect the Mayor and four Council members; each of the four Council members represents a specific district. The Mayor serves as chairperson of public meetings and executes certain documents authorized by charter, ordinance, or resolution. Each elected official serves a three-year term of office. Each year, the Council elects a Vice Mayor who serves in the capacity of the Mayor when the Mayor is unable to perform his or her duties.

The Town provides its residents and businesses with a full range of municipal services contemplated by state law or local charter. Services include police and fire, parks, recreation and cultural arts, community services, licensing and permitting, general administration, water and sewer utilities, public works and maintenance, development and redevelopment services, and code enforcement. Through franchise agreements, the Town also provides garbage disposal, electricity, and towing services.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") as applied to government units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's governmental accounting policies are described below.

As required by various GASB Statements, the accompanying financial statements present the Town and its component unit, an entity for which the Town is considered to be financially accountable. The Town is financially accountable if the Town Council appoints a voting majority of an organization's governing body and the Town is able to impose its will on that organization, or the Town has a financial benefit/burden relationship or operational responsibility (fiscal dependence) with the organization. Blended component units are, in substance, part of the Town's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the Town.

Blended Component Unit - The Town of Davie Community Redevelopment Agency ("CRA"), although an entity legally separate from the Town, is governed by the Town's Council. In December 1988, Ordinance No. 88-75 created the Town of Davie Community Redevelopment Agency, pursuant to Sec. 163.330 et. seq., Florida Statutes. While the Town Council is not the CRA Board, the CRA's own five-member board, appointed by the Town Council, serves in the capacity of an advisory board since the CRA's annual budget, contracts, grants and all other actions must be authorized directly by resolutions of the Town Council. In addition, the Town has issued bonds to finance CRA projects and is financially responsible for the CRA. The CRA is reported as a blended component unit (special revenue fund) since its Board of Directors is the same as the governing body of the Town and the Town has the financial benefit/burden relationship and operational responsibility for the CRA relating to its assets and debts. All redevelopment activities of a contractual, financial and programmatic nature shall have a maximum duration of 30 years from date of adoption. The Town of Davie CRA is due to expire in 2027. The CRA is the Town's only component unit.

Note 1 - Summary of Significant Accounting Policies (continued)

Separate financial statements have been prepared for the CRA. Effective for the fiscal year ended September 30, 2020, the Florida Legislature enacted Chapter 2019-163, Laws of Florida, which amended Section 163.387(8), Florida Statues, to require that each CRA meeting the specified $ 100,000 threshold provide for a separate audit and that the resultant audit report accompany the Town's annual financial report filed with the Florida Department of Financial Services. The CRA audit is to be separate from the audit of the County or the municipality that created the CRA, which must include within their reporting entities the CRA as a component unit. In addition, the separate CRA audit report must present stand-alone financial statements which include basic financial statements, notes to the financial statements, management's discussion and analysis, and other required supplementary information.

Discretely Presented Component Units – There are currently no discretely presented component units for the Town.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the Town. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities which rely to a significant extent on fees and charges for services.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Interfund services provided and used are not eliminated in the process of consolidation. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

Note 1 - Summary of Significant Accounting Policies (continued)

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund (enterprise and internal service funds) and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

All governmental fund financial statements are reported using the modified accrual basis of accounting and the current financial resources measurement focus. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., both measurable and available. “Measurable” means the amount of the transaction can be determined. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Town considers revenue to be available if it is collected within sixty days after year-end, except for federal, state and local grant financial assistance, which is considered available if collection is expected within twelve months after year end. Expenditures are generally recorded under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that debt service on general obligation long-term debt, if any, is recognized when due. Expenditures related to pension and other post-employment benefits are recognized when the Town has made a decision to fund those obligations with current available resources. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under right of use assets (leases) are reported as other financing sources.

Property taxes, franchise fees, utility taxes, other general taxes, assessments, and investment earnings associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Permits, certain charges for services, fines and forfeitures, contributions and miscellaneous revenues are considered measurable and available when cash is received by the government. Revenue received in advance of fiscal year to which they apply is presented as unearned on the balance sheet.

Internal service funds of a government are presented in summary form as part of the proprietary fund financial statements. Since the principal users of the internal services are the Town's governmental activities, financial statements of internal service funds are consolidated mainly into the governmental column when presented at the government-wide level.

The Town's fiduciary funds are presented in the fund financial statements. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds and fiduciary-type component units, as applicable, are not reported in the government-wide financial statements because the resources of those funds are not available to support the Town’s own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The financial transactions of the Town are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, deferred inflows/outflows, fund balance/net position, revenues, and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

Governmental Funds: The focus of governmental fund measurement (in the fund financial statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net position. The following is a description of the governmental funds of the Town:

Note 1 - Summary of Significant Accounting Policies (continued)

General Fund (a major fund)

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

Community Endowment, Special Revenue Fund (a major fund)

The *Community Endowment Fund* was established in a prior fiscal year with a fund transfer from a terminated General Employees' Pension Plan. The funds are to assist with certain unfunded liabilities; projects or programs that need capital creation that will be repaid over time; or community projects or charitable programs that have one-time needs.

Community Redevelopment Agency, Special Revenue Fund (a major fund)

The *Community Redevelopment Agency Fund* ("CRA") is used to account for the activities of the Town's Community Redevelopment Agency, a blended component unit of the Town. The Town presents the Community Redevelopment Agency Fund as a major fund. Revenue is derived primarily from tax incremental revenue, which is the revenue that the CRA collects from the Town, Broward County, Central Broward Water Control District, Children's Services Council of Broward County, and the South & North Broward Hospital District. Those taxes are based on the incremental increase of the real property value and are dedicated to the redevelopment of the area. The annual audit of the Town included an evaluation of the CRA in light of the applicable requirements of Section 163.387, Florida Statues. Per the Town's management, the year end fund balance of approximately $1.9 million has been restricted for specific redevelopment projects pursuant to the Community Redevelopment Plan.

ARPA, Special Revenue Fund (a major fund)

The *ARPA Fund* is used to account for Coronavirus State and Local Fiscal Recovery Funds (SLFRF) awarded to the Town under the American Rescue Plan Act of 2021 (ARPA).

Capital Projects Fund (a major fund)

The *Capital Projects Fund* is used to account for the cost of acquiring, constructing, and placing into service those capital assets which are associated with activities in the governmental funds and are typically financed by the General Fund or long-term debt issues, which are repaid by the recurring operating revenues and assessments in the General Fund. Improvements made from resources provided by this fund are approved in the Town's ten-year capital program and generally have no regard for fiscal periods. In addition, the fund accounts for capital projects funded by the Broward County Transportation Surtax. These capital projects will focus on improved traffic management, transportation connectivity, transit service, and multimodal transportation options.

Community Development Block Grant, Special Revenue Fund (a non-major fund)

The *Community Development Block Grant Fund* is mainly used to account for the activities of the Town's grants received from the United States Department of Housing and Urban Development and/or the State of Florida related to community development and housing.

State Housing Initiative Partnership (SHIP), Special Revenue Fund (a non-major fund)

The *State Housing Initiative Partnership (SHIP) Fund* accounts for funds provided through the State of Florida's State Housing Initiative Partnership (SHIP) Program, to produce and preserve affordable homeownership and multifamily housing.

Note 1 - Summary of Significant Accounting Policies (continued)

Parks and Open Space Impact Fees, Special Revenue Fund (a non-major fund)

The *Parks and Open Space Impact Fees Fund* is used to account for the activities of the Town's impact fees received for its open space, parks and recreational facilities.

Fire Impact Fees, Special Revenue Fund (a non-major fund)

The *Fire Impact Fees Fund* is used to account for the activities of the Town's impact fees relating to the provision of fire and rescue services.

Police Impact Fees, Special Revenue Fund (a non-major fund)

The *Police Impact Fees Fund* is used to account for the activities of the Town's impact fees relating to the provision of law enforcement services.

Forfeitures, Special Revenue Fund (a non-major fund)

The *Forfeitures Fund* is used to account for the revenue and expenditures from State and Federal forfeitures that the Town receives from various law enforcement agencies.

General Government Impact Fees, Special Revenue Fund (a non-major fund)

The *General Government Impact Fees Fund* is used to account for the activities of the Town's impact fees relating to its general governmental services.

Affordable Housing Fund, Special Revenue Fund (a non-major fund)

The *Affordable Housing Fund* is used to account for the collection and disbursement of funds associated with the Town's affordable housing incentive program as defined in the Town's applicable Land Development Code.

Debt Service Fund (a non-major fund)

This *Debt Service Fund* is used to account for the repayment of debt and the accumulation of resources for the purpose of making principal and interest payments made on debt issued, beginning in fiscal year 2022, for the construction of Davie Town Hall and Davie Wetlands Park.

Proprietary Funds: Proprietary Funds include Enterprise and Internal Service Funds. Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (including depreciation and amortization) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. Internal Service Funds are used to account for the financing of goods or services provided by one Town department to another Town department on a cost reimbursement basis and to accumulate working capital for the renewal and replacement of assets in those funds. The following is a description of the proprietary funds of the Town:

Water and Sewer, Enterprise Fund (a major fund)

The *Water and Sewer Fund* is used to account for the operations of the water and sewer utility system. The cost of operating the water and sewer system is recovered almost entirely by user charges. Tax dollars are not permanently used in this fund. The acquisition, maintenance, and improvement of the physical plant facilities are financed from existing cash resources, issuance of revenue bonds and state or federal grants.

Note 1 - Summary of Significant Accounting Policies (continued)

Internal Service Fund for Vehicle Maintenance (a non-major fund)

The *Internal Service Fund for Vehicle Maintenance* is used to accumulate the cost of operating the central garage facility for vehicle and equipment maintenance. The cost allocation utilized provides for capital accumulation for the purpose of replacement vehicles. Costs of operating vehicles (replacement reserve, insurance reserve, maintenance, etc.) are established as a monthly rental rate per class of vehicle and the user department is charged for each vehicle it uses.

Internal Service Fund for Self-Insurance (a non-major fund)

The *Internal Service Fund for Self-Insurance* was established to account for and finance the Town's insured and uninsured risks of loss related to worker's compensation and employee health benefits.

Internal Service Fund for Information Technology (a non-major fund)

The *Internal Service Fund for Information Technology* is used to accumulate the costs associated with the acquisition and maintenance of information systems equipment, networks, software and support. The cost allocation utilized provides for operational costs of the IT department and for capital accumulation for the purpose of replacing and maintaining the Town's equipment.

Fiduciary Funds: Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support the Town's programs. The reporting focus is upon net position and changes in net position and employs accounting principles similar to proprietary funds. The following is a description of the fiduciary funds of the Town:

Firefighters' Pension

The *Firefighters' Pension* is maintained solely for the retirement benefit of the firefighters employed by the Town.

Police Employees' Pension

The *Police Employees' Pension* is maintained solely for the retirement benefit of the sworn police officers employed by the Town.

Management and General Employees' Pension

The *Management and General Employees' Pension* is maintained solely for the retirement benefit of employees that are not represented under any other deferred benefit pension plan.

OPEB Trust

The *OPEB Trust* is maintained solely for the benefit of retired employees of the Town to provide specified post-employment health care benefits for participants.

D. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds, with the exception of the Capital Projects Fund.

Note 1 - Summary of Significant Accounting Policies (continued)

Per the Town's charter, interdepartmental budget transfers of $ 5,000 and under may be approved by the Town Administrator and carried out by the Budget and Finance Department. Budget transfers exceeding $ 5,000, budget transfers between departments in the same fund, and all budget amendments require the approval by the Town Council. The Town Administrator may approve some interdepartmental transfers over $ 5,000, if the Town Council has delegated such authority for the fiscal year and so long as the net change in a department's total appropriation is zero. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is at the department level.

Appropriations in budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Project balances of previously appropriated, active capital projects are reappropriated for the next fiscal year. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget.

E. Cash and Cash Equivalents

The Town's "cash and cash equivalents" are considered to be cash on hand, demand deposits, certificates of deposits, money market funds, and deposits held with the State Board of Administration ("SBA") Investment pool. For purposes of the statement of cash flows, the Town considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

F. Investments

Investments are carried at estimated fair value. Unrealized gains and losses in fair value are recognized.

G. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any remaining balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

The Town recognizes receivables in its various funds based on the accounting basis required for that fund. Allowances are provided for possible uncollectible accounts.

The Town's lease receivable is measured at the present value of lease payments expected to be received during the lease term. Any variable payments are recorded as an inflow of resources in the period the payment is received.

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

Note 1 - Summary of Significant Accounting Policies (continued)

H. Inventories and Prepaid Items

Inventories are valued at cost (first-in, first-out method) or weighted average method. Inventories are maintained on a consumption basis of accounting where items are purchased for inventory and charged as an expenditure/expense as items are consumed.

Certain payments to vendors reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items in the governmental fund financial statements are classified as nonspendable fund balance. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

I. Restricted Assets

Certain proceeds of the Town's proprietary fund revenue bonds, as well as certain resources set aside for their repayment are classified as restricted assets on the statement of net position because the funds are segregated and their use is limited by applicable bond covenants and other similar arrangements. The Town is required to maintain contribution charges, and capital replacement resources. See Note 8 for additional information.

J. Capital Assets

In general, property, plant, and equipment purchased or acquired at a minimum cost of $ 5,000 is carried at historical cost. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value at the date of acquisition, as applicable. Depreciation has been provided over estimated useful lives using the straight-line method.

The estimated useful lives for each major class of depreciable capital assets are as follows:

Infrastructure	15-40 years
Buildings and improvements	15-50 years
Machinery, equipment and vehicles	5-20 years

Upon disposal of property, the related cost and accumulated depreciation are removed from the accounts with gains or losses on disposal reported currently. Expenditures for maintenance, repairs, and minor renewals and betterments are charged as incurred. Renewals and betterments of a major character are capitalized. In the fund financial statements, acquisition of capital assets is recorded as expenditure and no depreciation is recorded.

The Town follows the provisions of GASB 87, *Leases* and GASB 96, *Subscription-Based Information Technology Arrangements*. The right of use assets and software subscription assets are initially measured at an amount equal to the initial measurement of the related liability plus any payments made prior to the terms of these arrangements, less incentives, plus ancillary charges necessary to place the assets into service. These assets are amortized on a straight-line basis over the life of the related lease and subscription arrangements. At September 30, 2023, management evaluated the Town’s current lease and software subscription arrangements and has concluded that the current lease arrangements (lessee) do not meet the criteria to be recorded/capitalized in the Town’s financial statements. Software subscription and lease arrangements (lessor) are discussed later in the annual report.

Note 1 - Summary of Significant Accounting Policies (continued)

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then.

In general, the Town has two items that qualifies for reporting in this category. The first is the deferred charge on refunding reported in the water and sewer fund – statement of net position and the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second item is the deferred outflows relating to the pension plans, and other post employment benefits, as applicable, and discussed in further detail in Notes 14 and 15.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. In general, the Town has two items that qualifies for reporting in this category. The first item, unavailable revenue, is reported only in the governmental funds balance sheet, as applicable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available (i.e. lease receivables). The second item are the deferred inflows relating to the pension plans, and other post-employment benefits, as applicable, and discussed in further detail in Notes 14 and 15.

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund type financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bond issue costs are expensed at issuance. Bonds payable are reported net of the applicable premiums or discounts.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, and principal payments, are reported as debt service expenditures.

M. Compensated Absences

Compensated absences are salary related payments to employees for accumulated vacation, sick, and paid time off (PTO) leave. They are recorded as expenditures when used or are accrued as payables for employees who are entitled to vacation, sick, or PTO leave. Employees accumulate vacation, sick, and PTO for a specified amount depending on their date of hire. Upon separation, employees are paid based on the limitation set forth in policies or collective bargaining agreements and are paid at their current rate of pay upon separation.

Accumulated compensated absences are recorded in the government-wide and proprietary fund financial statements when earned. Expenditures for accumulated compensated absences have been recorded in the governmental funds only if they have matured, (e.g., resulting from employee resignations and retirements).

Note 1 - Summary of Significant Accounting Policies (continued)

N. Net Position and Fund Balance

Net position in the government-wide and proprietary funds is categorized as net investment in capital assets; restricted or unrestricted. Net investment in capital assets is the difference between the cost of capital assets, less accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets plus unspent bond proceeds, as applicable.

Restricted consists of net position with constraints placed on their use by external parties (creditors, grantors, contributors, or laws or regulations of other governments) or imposed by law through constitutional provisions or enabling legislation. Unrestricted indicates that portion of net position that is available to fund future operations.

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

For fund balance disclosures, please refer to Note 10.

O. Pension Plans

As of year-end, the Town sponsors four pension plans: three defined benefit plans (Note 14) and a Money Purchase Plan (Note 13), covering substantially all of its full-time employees. The Town also has an Other Post-Employment Benefits (OPEB) trust plan (Note 15) maintained for the health care benefit of retired employees. The investments of the pension plans and OPEB trust are all carried at fair value.

P. Unearned Revenues

Inflows that do not meet the criteria for revenue recognition, such as business tax receipts collected in advance, are recorded as unearned revenues in the governmental funds and the government-wide financial statements.

Q. Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect certain amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

R. Subsequent events

Subsequent events are evaluated by management through March 29, 2024, the date the financial statements were available for issuance.

Note 1 - Summary of Significant Accounting Policies (continued)

S. Impact of Changes in Accounting Principles

In May 2020, the GASB issued Statement No. 96-*Subscription-Based Information Technology Arrangements.* This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government and end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset-an intangible asset- and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The requirements of this Statement have taken effect for financial statements starting with the fiscal year that ends June 30, 2023.

The Town implemented GASB 96 in fiscal year 2023 and the changes were incorporated into the Town's 2023 financial statements. There was no material effect on the beginning net position of the governmental and business-type activities.

Note 2 - Deposits and Investments

As required by Florida Statutes, the Town Council has adopted a written investment policy, which may, from time to time, be amended. Under the current policy, Town officials are generally authorized to invest funds in the Florida Local Government Surplus Funds Trust Fund (SBA Pool), intergovernmental investment pools, United States Government Securities, guaranteed agencies and sponsored agencies, commercial paper, corporate notes, taxable and/or tax-exempt municipal debt, asset-backed securities, interest bearing certificates of deposit or savings accounts, repurchase agreements, and registered investment companies-money market mutual funds. The Community Endowment Special Revenue Fund is authorized to invest in corporate equity securities in addition to the previously listed investments.

The Town's investment policy does not apply to funds not under the direct control of the Town; such as, the deferred contribution plan, deferred benefit plans (Firefighters, Police, Management and General), the OPEB trust fund, or accounts created under resolution or ordinance pursuant to the issuance of debt. The defined benefit pension plans' investment policy is determined by their respective Boards of Trustees and invests in securities as summarized in the tables below.

As of September 30, 2023, the Town had the following deposits and investments:

Note 1 - Summary of Significant Accounting Policies (continued)

Investment Type	Carrying Amount (Fair Value) Primary Government	Fiduciary Funds	Total
MSIFT - Core Plus Fixed Income Portfolio	$ 55,328	$ -	$ 55,328
Florida Municipal Investment Trust Funds	5,645,932	101,827,825	107,473,757
United States treasuries	39,022,637	12,755,107	51,777,744
United States agency securities	33,019,883	16,301,742	49,321,625
Corporate notes/debt securities	19,021,939	4,294,675	23,316,614
Fixed income funds	-	6,710,765	6,710,765
Equity securities, including mutual funds	-	166,788,732	166,788,732
Domestic equity funds	-	30,038,236	30,038,236
International equity funds	-	23,006,849	23,006,849
Real estate investment funds	-	64,907,433	64,907,433
Absolute return funds	-	10,398,767	10,398,767
Hedge funds	-	10,486,621	10,486,621
Private credit funds	-	1,754,063	1,754,063
State Board of Administration - Florida PRIME	26,243,415	-	26,243,415
Pooled separate accounts - self directed DROP	-	11,885,573	11,885,573
Plus: Cash and money market funds	233,136,300	17,132,043	250,268,343
Total	$ 356,145,434	$ 478,288,431	$ 834,433,865

Deposits: The Town's cash balances were entirely covered by Federal depository insurance or by a collateral pool pledged to the State Treasurer. Florida Statutes Chapter 280, "Florida Security for Public Deposits Act", requires all qualified depositories to deposit with the Treasurer or another banking institution eligible collateral equal to various percentages of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance held. The percentage of eligible collateral (generally, U.S. Governmental and agency securities, state or local government debt, or corporate bonds) to public deposits is dependent upon the depository's financial history and its compliance with Chapter 280. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. As of September 30, 2023, the carrying amount of the Town’s deposits was $ 212,516,196, with a bank balance of $ 213,847,682. Cash balances held by the fiduciary funds generally exists temporarily as cash is in the process of collection from sales or to acquire securities.

Note 2 - Deposits and Investments (continued)

Investments:

Interest rate risk: Interest rate risk exists when there is a possibility that changes in interest rate could adversely affect the fair value of the investments. Generally, the longer the time to maturity, the greater the exposure is to interest rate risk. The Town, primary government, limits their risk by requiring all non-amortizing securities maturities to a maximum of seven years. All amortizing securities are limited by their effective duration rather than their final maturity. The effective duration of the amortizing securities held by the Town is limited to a maximum of five years. At year end, the weighted average effective duration of the Town's securities ranges from 0.25 to 2.80 years. As a means of limiting its exposure to interest rate risk, fiduciary funds diversify investments by security type and institution, and aim to provide sufficient liquidity to meet any required payments.

The table below summarizes the Town's Primary Government Investment Funds scheduled maturities (in years) of the investments held as of September 30, 2023:

Investment Type	Total Fair Value	Less than 1	1 to 5	6 to 10	More than 10
United States treasuries	$ 39,022,637	$ 16,877,876	$ 20,472,431	$ 1,672,330	$ -
United States agency securities	33,019,883	11,491,810	13,140,122	1,974,313	6,413,638
Corporate notes/debt securities	19,021,939	6,586,449	12,435,490	-	-
Total	$ 91,064,459	$ 34,956,135	$ 46,048,043	$ 3,646,643	$ 6,413,638

The dollar weighted average days to maturity (WAM) and the weighted average life (WAL) of Florida PRIME at September 30, 2023, is 35 days and 75 days, respectively.

The table below summarizes the Town's Fiduciary Investment Funds scheduled maturities (in years) of the investments held as of September 30, 2023:

Investment Type	Total Fair Value	Less than 1	1 to 5	6 to 10	More than 10
Unites States treasuries	$ 12,755,107	$ -	$ -	$ 8,261,310	$ 4,493,797
United States agency securities	16,301,742	-	-	83,036	16,218,706
Corporate notes/debt securities	4,294,675	-	-	4,294,675	-
Fixed income funds	6,710,765	-	2,248,313	1,027,629	3,434,823
Total	$ 40,062,289	$ -	$ 2,248,313	$ 13,666,650	$ 24,147,326

Credit risk: Credit risk exists when there is a possibility the debt issuer may be unable to fulfill its obligations. The Town controls this risk by investing primarily in U.S. Government backed securities, and setting minimum credit ratings for other securities, rated by a Nationally Recognized Statistical Rating Organization ("NRSRO"). The fiduciary funds investment policy utilizes portfolio diversification in order to control this risk, and provide for certain minimum ratings as established by policy. The SBA Florida, PRIME has a credit rating by Standard & Poor's ("S&P") of AAAm, while the money market mutual funds are not rated.

Note 2 - Deposits and Investments (continued)

The NRSRO ratings for the Town's investments, including those held in pension trust funds as of September 30, 2023, are summarized below.

NRSRO Rating	Total Fair Value	Primary Government	Fiduciary Funds
AAA/Aaa	$ 30,605,926	$ 1,854,692	$ 28,751,234
AA+	75,803,283	71,547,712	4,255,571
AA	788,479	432,808	355,671
AA-	1,082,818	1,082,818	-
A+	1,782,248	1,782,248	-
A	5,244,988	5,019,506	225,482
A-	8,047,502	7,679,380	368,122
A1	2,347,325	-	2,347,325
A2	365,533	-	365,533
A3	918,820	-	918,820
BBB+	294,875	-	294,875
BBB	804,621	-	804,621
BB	596,587	-	596,587
B	267,088	-	267,088
B-	511,360	-	511,360
NR	1,665,295	1,665,295	-
Total	$ 131,126,748	$ 91,064,459	$ 40,062,289

Concentration risk: The Town's and fiduciary funds policy is to maintain a diversified portfolio to minimize the risk of loss resulting from concentration of assets in a specific issuer. Specific limits have been established which limit the percentage of portfolio assets that can be invested with a specific issuer. GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, requires disclosure when the percentage is 5% or more of the total investments in any one issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investments pools, and other pooled investments are excluded from this disclosure requirement. The Town's (primary government) investments requiring disclosure are as follows: Federal National Mortgage Association – Fannie Mae (8.6%), Federal Farm Credit Banks Funding Corporation (6.7%), and Federal Home Loan Banks (6.7%). The Town's (fiduciary funds – Firefighters' Pension Plan) investments requiring disclosure are as follows: AF International Growth & Income Fund (6.2%), RhumbLine Russell 1000 Pooled Index Fund (41.1%), ARA Core Property Fund (7.8%), and Florida Municipal Investment Trust (6.2%). The Town's (fiduciary funds – Police Employees' Pension Plan) investments requiring disclosure are as follows: Wellington Management Small Cap Fund (6.1%), Aristotle Value Equity Fund (8.6%), Vanguard Institutional Index Fund (12.1%), Vanguard Mid Index Fund (7.3%), Vanguard Small Cap Index Fund (5.1%), Hardman Johnston I.E. Group Trust (11.2%), U.S. Real Estate Investment Fund (5.8%), and Serenitas Gamma Fund (5.1%).

Custodial credit risk: Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town and fiduciary funds would not recover the value of its investment or collateral securities that are in the possession of an outside party. The investment policy of the Town and fiduciary funds minimizes this risk by establishing minimum standards for institutions and dealers used by the Town. Consistent with the Town's and Plans' investment policy, the investments are held by custodial banks/institutions in the Town's and Plans' name, or in street name or nominee name as the agent, as applicable.

Note 2 - Deposits and Investments (continued)

Foreign currency risk: Foreign currency risk is the risk that fluctuations in the currency exchange rate may materially affect transactions conducted in currencies other than U.S. Dollars and the carrying value of foreign investments. The Town's investments are not subject to foreign currency risk. The Fiduciary Funds exposure to foreign currency risk derives mainly from investments in international equity funds.

Florida Municipal Investment Trust Funds: The Town manages its Defined Benefit Pension Plan investments for its management and general employees and the OPEB trust with the Florida Municipal Pension Trust Fund ("FMPTF"). The FMPTF is managed through the Florida Municipal Investment Trust ("FMIvT"), a Local Government Investment Pool. The Town also has investments of the primary government with the FMIvT. Required disclosures are as follows:

Credit Risk:	Fitch Rating	Amount
Fixed Income Funds:		
FMIvT Broad Market High Quality Bond Fund	AAf/S4	$ 15,054,151
FMIvT 0-2 Year High Quality Bond Fund	AAAf/S1	62,961
FMIvT 1-3 Year High Quality Bond Fund	AAAf/S2	5,582,971
FMIvT Core Plus Fixed Income Fund	Not rated	14,022,040
Equity Portfolios:		
FMIvT Diversified Large Cap Equity Portfolio	Not rated	25,259,832
FMIvT Diversified Small to Mid Cap Equity Portfolio	Not rated	14,361,025
FMIvT International Equity Portfolio	Not rated	19,925,621
FMIvT Core Real Estate Fund	Not rated	13,205,156
		$ 107,473,757

Interest Rate Risk (In Years):

Fixed Income Funds:	Duration	WAM
FMIvT Broad Market High Quality Bond Fund	5.58	6.90
FMIvT 0-2 Year High Quality Bond Fund	0.32	0.80
FMIvT 1-3 Year High Quality Bond Fund	1.51	1.60
FMIvT Core Plus Fixed Income Fund	6.80	8.03

Fair Value Hierarchy: GASB Statement No. 72, *Fair Value Measurement and Application*, establishes a hierarchy disclosure framework which prioritizes and ranks the level of market price observability used in measuring investment at fair value. Various inputs are used in determining the fair value of investments. These inputs are categorized into a fair value hierarchy consisting of three broad levels for financial statement purposes as follows:

- Level 1 - investments reflect unadjusted quoted prices in active markets for identical assets.
- Level 2 - investments reflect prices that are based on similar observable assets, either directly or indirectly, which may include inputs in markets that are not considered to be active.
- Level 3 - investments reflect prices based upon unobservable sources.

The categorization of investments within the hierarchy is based upon the pricing transparency of the instrument and should not be perceived as the particular investment's risk.

Note 2 - Deposits and Investments (continued)

The following is a general description of the valuation methodologies used for assets measured at fair value.

Investments classified as Level 1 for the primary government and fiduciary funds, in the tables below, are valued using prices quoted in active markets for identical securities.

Investments classified as Level 2 for the primary government and fiduciary funds, in the tables below, are valued based on other observable inputs, which may include, but are not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, cash flows, maturity, and credit ratings), or other market corroborated inputs specific to the investment type.

Investments classified as Level 3 for the fiduciary funds, in the table below, are valued based on significant unobservable inputs to the extent observable inputs are not available. The fair value of classified level 3 investments represents the value of unit positions in funds that are not publicly traded on an exchange. The fair value of the funds may be impacted by redemption restrictions imposed by the fund managers.

Fair values of investments held by the Town's Primary Government Investment Funds are classified at September 30, 2023 as follows:

Investment Type	Total Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Investments Valued at NAV
MSIFT-Core Plus Fixed Income Portfolio	$ 55,328	$ 55,328	$ -	$ -	$ -
Florida Municipal Investment Trust Funds	5,645,932	-	5,645,932	-	-
United States treasuries	39,022,637	39,022,637	-	-	-
United States agency securities	33,019,883	33,019,883	-	-	-
Corporate notes/debt securities	19,021,939	19,021,939	-	-	-
Total investments measured at fair value	96,765,719	$ 91,119,787	$ 5,645,932	$ -	$ -
Investments measured at amortized cost: Florida PRIME	26,243,415				
Money market funds and other deposits	233,136,300				
Total	$ 356,145,434				

A description of the valuation techniques used in the fair value measurement for Level 2 and 3 inputs above, as applicable, are as follows: Level 2 investments in the Florida Municipal Investment Trust Funds have observable level 1 quoted pricing inputs or observable level 2 significant other observable pricing inputs. Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC). While the underlying asset values are based on quoted prices or market-corroborated inputs, the net asset value of the portfolio is not publicly quoted.

Note 2 - Deposits and Investments (continued)

Fair values of investments held by the Town's Fiduciary Investment Funds are classified at September 30, 2023 as follows:

Investment Type	Total Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Investments Valued at NAV
Florida Municipal Investment Trust Funds	$ 101,827,825	$ -	$ 74,600,629	$ 27,227,196	$ -
United States treasuries	12,755,107	12,114,560	640,547	-	-
United States agency securities	16,301,742	-	16,301,742	-	-
Corporate notes/debt securities	4,294,675	-	4,294,675	-	-
Fixed income funds	6,710,765	6,710,765	-	-	-
Equity securities, including mutual funds	166,788,732	166,788,732	-	-	-
Domestic equity funds	30,038,236	30,038,236	-	-	-
International equity funds	23,006,849	23,006,849	-	-	-
Real estate investment funds	64,907,433	-	-	-	64,907,433
Absolute return funds	10,398,767	10,398,767	-	-	-
Hedge funds	10,486,621	-	-	-	10,486,621
Private credit funds	1,754,063	-	-	-	1,754,063
Pooled separate accounts - self directed DROP	11,885,573	-	11,885,573	-	-
Total investments measured at fair value	461,156,388	$ 249,057,909	$ 107,723,166	$ 27,227,196	$ 77,148,117
Money market funds and other deposits	17,132,043				
Total	$ 478,288,431				

A description of the valuation techniques used in the fair value measurement for Level 2 and 3 inputs above, as applicable, are as follows: Level 2 investments in the Florida Municipal Investment Trust Funds have observable level 1 quoted pricing inputs or observable level 2 significant other observable pricing inputs. Most of the security prices were obtained from a pricing service, Interactive Data Corporation (IDC), while others were calculated using net asset value in accordance with generally accepted accounting principles, as provided by the individual funds. While the underlying asset values are based on quoted prices or market-corroborate inputs, the net asset value of the portfolio is not publicly quoted. Level 3 investments in the Florida Municipal Investment Trust Funds invest in single underlying funds where the shares of the funds are not publicly quoted. These funds are generally measured based on specific pricing models, internal assumptions, and the weighting of the best available pricing input, including quarterly real estate appraisals, in accordance with generally accepted accounting principles. Individual investment holdings may, in turn, include investments in both non-marketable and market-traded securities.

Note 2 - Deposits and Investments (continued)

Debt securities classified in level 2 of the fair value hierarchy were valued as follows: government and corporate securities using pricing models maximizing the use of observable inputs for similar securities. This includes basing the value on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, the bond is valued under a discounted cash flows approach that maximizes observable inputs, such as current yield of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks or a broker quote, if available.

Pooled separate accounts, classified in level 2 of the fair value hierarchy were valued based on the net asset value of the underlying investments.

Additional information for investments classified as Level 3, measured at the net asset value (NAV) per share, or equivalent, is presented in the table below as of September 30, 2023.

	Fair Value	Unfunded Commitments	Redemption Frequency (If Currently Eligible)	Redemption Notice Period
Real estate investment funds (1)	$ 64,907,433	$ 3,040,955	N/A & Quarterly	N/A & 10-90 days
Florida Municipal Investment Trust Funds (2)	27,227,196	-	Monthly to Quarterly	1-15 days & Quarterly
Hedge funds (3)	10,486,621	-	Quarterly	90 Days
Private credit funds (4)	1,754,063	8,300,538	N/A & Quarterly	N/A & 90 Days
Total	$ 104,375,313	$ 11,341,493		

(1) Real estate funds hold investments as follows: (a) in an open-end diversified core real estate comingled fund that invests primarily in core institutional office, retail, industrial, and multi-family properties located throughout the United States - the investment is valued at NAV and its redemptions must be received by the fund 10 days prior to quarter end; (b) in an open-end commingled real estate fund that invests in a pool of real estate assets that are diversified by geography and property type, with a focus of yield-driven investments and, to a lesser extent, on value-added investments -the investment is valued at NAV and redemption requests must be received by the fund 90 days prior to quarter end; (c) in a real estate fund partnership engaged in the acquisition and resale of value-added investments in real estate and real estate-backed assets with a focus on opportunities in the Southeast, Southwest, Mid East, and Mountain regions of the United States of America – the investment is valued at NAV and no redemptions are allowed; (d) in a real estate fund that invests through subsidiary entities in the acquisition or lease of real estate development sites located in the State of Florida to construct, develop and finance multifamily and mixed-used real estate and make available for lease upon future completion – the investment is valued at NAV and no redemptions are allowed; and (e) in various other open-end commingled private equity real estate portfolios which are structured as limited partnerships - their primary focus is to invest in well-based income producing properties within major U.S. markets – the investments are valued at NAV and redemption requests must be received by the fund 60 days prior to quarter end.

(2) Florida Municipal Investment Trust Funds consists of core real estate funds and core plus fixed income funds. The core real estate fund invests in core real estate in the United States; while the core plus fixed income fund invests in a variety of financial instruments, including equity investments, asset-backed securities, debt securities, swaps, forward exchange contracts, credit-linked notes, escrow accounts, and litigation trusts for both United States and foreign companies and governments. These funds are considered level 3 investments, since the value is based on unobservable inputs.

Note 2 - Deposits and Investments (continued)

(3) This hedge fund seeks to acquire fundamentally cheap corporate and mortgage securities in order to reduce drawdowns during market dislocations. The investment is valued at NAV and redemption requests must be received by the fund 90 days prior to quarter end.

(4) Private credit funds hold investments as follows: (a) investment strategy is to provide senior secured debt financing primarily to early stage, emerging growth companies financed by top-tier investment firms and strategic corporate partners – the investment is valued at NAV and redemptions requests must be made in writing and are considered on a quarterly basis once the option becomes available, and (b) a fund that offers investors access to a diversified portfolio of middle market investments spanning first lien loans, second lien loans, mezzanine debt, and associated equity co-investments in mid-size U.S. companies – the investment is valued at NAV and no redemptions are allowed.

Given the inherent nature of investments, it is reasonably possible that changes in the value of investments held by the primary government and its fiduciary funds will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

Note 3 - Property Taxes

The Town's property tax is levied and becomes a lien on real and personal property on October 1 of each year based on the assessed value listed as of the prior January 1. The Broward County Property Appraiser establishes assessed values. Broward County mails tax bills for the Town as the collection agent on or about October 1 of each year and is payable beginning November 1, with discounts of one to four percent if paid before March 1 of the following calendar year. All unpaid taxes on real and personal property become delinquent on April 1.

At September 30, material uncollected current year amounts are classified as delinquent taxes receivable in the General Fund and offset by an allowance for uncollectible accounts. Delinquent taxes collected in subsequent periods are recognized as revenue in the General Fund during the fiscal year in which they are received.

The Town levied a total rate of 5.8467 per $ 1,000 of assessed valuation for the fiscal year commencing October 1, 2022.

Note 4 - Receivables

Receivables at September 30, 2023 for the Town's major and non-major governmental funds in the aggregate, including the applicable allowances for uncollectible accounts, were as follows:

	General Fund	Community Endowment Fund	Capital Projects Funds	Nonmajor Governmental Funds	Total
Governmental funds:					
Accounts receivable, other	$ 769,721	$ 5,833	$ -	$	$ 775,554
Interest	312,928	-	99,428	-	412,356
Property taxes and assessments	53,950	-	-	-	53,950
Utility taxes and franchise fees	3,525,772	-	-	-	3,525,772
Leases	2,384,942	-	-	-	2,384,942
Intergovernmental	4,340,574	-	108,441	24,032	4,473,047
Gross receivables	11,387,887	5,833	207,869	24,032	11,625,621
Less: allowance for uncollectible	(4,351)	-	-	-	(4,351)
Net receivables	$ 11,383,536	$ 5,833	$ 207,869	$ 24,032	$ 11,621,270

Note 4 - Receivables (continued)

The Town is reporting lease receivables of approximately $2.4 million at September 30, 2023. The lease receivable is measured at the present value of the future minimum rent payments expected to be received during the lease term at a discounted rate. The leases are for certain facilities throughout the Town.

As of September 30, 2023, future base minimum lease payments expected to be received are as follows:

	Governmental Activities		
Year Ending September 30,	Principal	Interest	Total
2024	$ 239,469	$ 28,588	$ 268,057
2025	249,523	25,856	275,379
2026	243,899	23,021	266,920
2027	246,550	20,139	266,689
2028	257,556	17,133	274,689
2029-2033	1,147,945	35,725	1,183,670
Total	$ 2,384,942	$ 150,462	$ 2,535,404

Receivables at September 30, 2023 for the Town's Water and Sewer Fund, and Internal Service Funds in the aggregate, including the applicable allowances for uncollectible accounts, were as follows:

	Water and Sewer Fund	Internal Service Funds
Accounts receivable	$ 5,872,945	$ 279,917
Less: allowance for uncollectible	(3,818,608)	(33)
Net receivables	$ 2,054,337	$ 279,884
Intergovernmental	$ 328,351	$ -

Note 5 - Interfund Transactions

A summary of interfund advances (receivables and payables) at September 30, 2023 is as follows:

Interfund advances	Receivables	Payables
Governmental Funds:		
General Fund	$ 3,000,000	$ -
Community Redevelopment Agency	-	3,000,000
Total	$ 3,000,000	$ 3,000,000

Note 5 - Interfund Transactions (continued)

The outstanding balances between funds may result generally from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. During fiscal year 2022, the General Fund advanced $ 4 million to the Community Redevelopment Agency for the continuation of redevelopment projects and is to be repaid in four annual installments of $ 1 million with no interest.

A summary of interfund transfers for the year ended September 30, 2023 is as follows:

Transfers	In	Out
Governmental Funds:		
General Fund	$ 1,536,086	$ 17,289,667
Community Redevelopment Agency Fund	3,787,061	-
Capital Projects Fund	11,467,356	1,021,086
Fire Impact Fees Fund (nonmajor governmental fund)	-	291,568
Debt Service Fund (nonmajor governmental fund)	2,035,250	-
Proprietary Funds:		
Water and Sewer Fund	-	515,000
Vehicle Maintenance Fund	291,568	-
Total	$ 19,117,321	$ 19,117,321

Funds were transferred from the Capital Projects Fund to the General Fund for completed, modified, or canceled projects. Funds were also transferred from the Water and Sewer Fund to the General Fund to assist with developer credits in connection with the demolition of certain water plant property. Funds were also transferred from the General Fund to the Community Redevelopment Agency Fund related to tax increment funding. Transfers were used to move funds from the General Fund to the Capital Projects Fund to provide for certain capital improvement projects, as approved within the Capital Improvement Program, including the new Town Hall facilities, and for future projects. Funds were also transferred from the General Fund to the Debt Service Fund to pay the current year interest on the Series 2021 bonds. Funds were also transferred from the Fire Impact Fees Fund to the Vehicle Maintenance Fund, as the Town purchased/funded fire safety vehicles during the year.

Note 6 - Capital Assets

Capital asset activity for the year ended September 30, 2023 was as follows:

	Balance-Restated October 1, 2022	Additions and Transfers	Retirements and Transfers	Balance September 30, 2023
Governmental activities:				
Capital assets, not being depreciated/amortized:				
Land	$ 76,635,506	$ 6,947,234	$ -	$ 83,582,740
Construction in progress	14,513,842	5,009,533	(3,605,028)	15,918,347
Total capital assets, not being depreciated/amortized	91,149,348	11,956,767	(3,605,028)	99,501,087

Note 6 - Capital Assets (continued)

	Balance-Restated October 1, 2022	Additions and Transfers	Retirements and Transfers	Balance September 30, 2023
Capital assets, being depreciated/amortized:				
Infrastructure	178,081,323	3,163,555	-	181,244,878
Buildings and improvements	103,554,857	1,641,917	-	105,196,774
Machinery, equipment and vehicles	79,268,227	5,702,100	(136,063)	84,834,264
Intangible assets - SBITA	1,692,175	5,338,407	-	7,030,582
Total capital assets, being depreciated/amortized	362,596,582	15,845,979	(136,063)	378,306,498
Less accumulated depreciation/ amortization for:				
Infrastructure	108,271,093	3,450,946	-	111,722,039
Buildings and improvements	70,832,359	3,043,778	-	73,876,137
Machinery, equipment and vehicles	65,370,531	4,585,859	(122,457)	69,833,933
Intangible assets - SBITA	-	1,279,143	-	1,279,143
Total accumulated depreciation/amortization	244,473,983	12,359,726	(122,457)	256,711,252
Total capital assets, being depreciated/amortized, net	118,122,599	3,486,253	(13,606)	121,595,246
Governmental activities capital assets, net	$ 209,271,947	$ 15,443,020	$ (3,618,634)	$ 221,096,333
Business-type activities:				
Capital assets, not being depreciated/amortized:				
Land	$ 7,331,847	$ -	$ -	$ 7,331,847
Construction in progress	5,978,050	1,773,503	(5,557,521)	2,194,032
Total capital assets, not being depreciated/amortized	13,309,897	1,773,503	(5,557,521)	9,525,879
Capital assets, being depreciated/amortized:				
Infrastructure	26,875,598	2,663,775	-	29,539,373
Building and improvements	126,048,586	155,016	-	126,203,602
Machinery, equipment and vehicles	47,496,783	6,096,420	-	53,593,203
Total capital assets, being depreciated/amortized	200,420,967	8,915,211	-	209,336,178

Note 6 - Capital Assets (continued)

	Balance-Restated October 1, 2022	Additions and Transfers	Retirements and Transfers	Balance September 30, 2023
Less accumulated depreciation/ amortization for:				
Infrastructure	20,730,158	1,134,852	-	21,865,010
Buildings and improvements	55,731,060	5,322,544	-	61,053,604
Machinery, equipment and vehicles	23,135,051	2,005,605	-	25,140,656
Total accumulated depreciation/amortization	99,596,269	8,463,001	-	108,059,270
Total capital assets, being depreciated/amortized, net	100,824,698	452,210	-	101,276,908
Business-type activities capital assets, net	$ 114,134,595	$ 2,225,713	$ (5,557,521)	$ 110,802,787

Depreciation/amortization was charged to functions/programs as follows:

Governmental activities:	
General government	$ 471,742
Building and engineering	273,598
Public safety - police	1,414,636
Public safety - fire	1,286,029
Public works	3,828,487
Parks, recreation and cultural arts	1,892,069
Subtotal	9,166,561
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	3,193,165
Total depreciation/amortization expense Governmental activities	$ 12,359,726
Business type - activities:	
Water and sewer	$ 8,463,001
Total depreciation/amortization expense Business type - activities	$ 8,463,001

Note 7 - Accounts Payable and Accrued Liabilities

Accounts payable and accrued liabilities reported by the governmental and proprietary funds at September 30, 2023 were as follows:

Governmental Funds:

	General Fund	Community Redevelopment Agency	ARPA	Capital Projects	Nonmajor Governmental Funds	Total
Accounts	$ 5,814,636	$ 95,453	$ 520,744	$ 565,294	$ 26,914	$ 7,023,041
Contracts and retainage	-	90,064	143,867	280,020	-	513,951
Payroll, taxes and benefits	3,555,788	8,624	-	-	3,336	3,567,748
Other	229,297	-	-	-	243,342	472,639
	$ 9,599,721	$ 194,141	$ 664,611	$ 845,314	$ 273,592	$ 11,577,379

Proprietary Funds:

	Water and Sewer	Internal Service Funds	Total
Accounts	$ 965,847	$ 525,025	$ 1,490,872
Contracts and retainage	421,984	20,681	442,665
Payroll, taxes and benefits	144,225	356,271	500,496
	$ 1,532,056	$ 901,977	$ 2,434,033

Note 8 - Restricted Assets

At September 30, 2023, the Town had $ 26,085,248 in restricted cash, cash equivalents and investments in the Water and Sewer Fund. This balance is comprised of the following items:

Restriction	
Contribution charges	$ 12,166,479
Capital replacement	9,859,912
Debt service reserve	3,345,122
Customer deposits	713,735
Total	$ 26,085,248

Contribution charges – In addition to the monthly rate for water and wastewater service, the Town currently charges contribution charges based upon the equitable and proportionate share of the cost for the: i) water production and transmission capacity; and ii) wastewater transmission, treatment, and effluent disposal capacity of the System. The purpose is for paying or reimbursing the equitable share of the capital costs.

Note 8 - Restricted Assets (continued)

Capital replacement - Previously, the Town hired consultants to perform a rate study and determined that the Town should commence a capital replacement reserve to be funded with an annual deposit of 7.5% of total operating revenues of the facilities. This account was established to provide an additional mechanism to fund the costs of renewals, replacements, betterments and upgrades to the water and sewer system. The Town anticipates that it will continue to make deposits in the same approximate amount in future years in order to maintain the system.

Debt service reserve – As described in Note 9, the Town was required to establish a debt service reserve fund equating to the maximum annual debt service on the 2019 issuance.

Customer deposits – Amount represents the total amount of customer deposits held by the Town.

Note 9 - Long-Term Liabilities

Governmental Activities: The following is a summary of changes in the long-term liabilities for the year ended September 30, 2023:

	Balance-Restated October 1, 2022	Additions	Reductions	Balance September 30, 2023	Due Within One Year
Community Redevelopment Bonds, Series 2013A *	$ 3,231,149	$ -	$ 894,687	$ 2,336,462	$ 917,104
Community Redevelopment Bonds, Series 2013B *	2,385,555	-	660,884	1,724,671	677,172
General Obligation Refunding Note, Series 2015 *	7,630,000	-	760,000	6,870,000	785,000
Limited General Obligation Refunding Note, Series 2015 *	6,360,000	-	1,535,000	4,825,000	1,575,000
Special Obligation Bonds, Series 2021	36,600,000	-	500,000	36,100,000	625,000
Note Payable *	2,973,316	-	495,553	2,477,763	495,553
Bond Premiums	6,963,430	-	240,118	6,723,312	-
	66,143,450	-	5,086,242	61,057,208	5,074,829
Insurance claims payable	2,562,366	11,819,284	11,944,408	2,437,242	2,437,242
SBITA payable	1,692,175	5,228,540	2,127,627	4,793,088	1,726,372
Compensated absences payable	11,149,572	7,595,528	7,708,701	11,036,399	4,923,078
	15,404,113	24,643,352	21,780,736	18,266,729	9,086,692
Total	$ 81,547,563	$ 24,643,352	$ 26,866,978	$ 79,323,937	$ 14,161,521

* Notes from direct borrowing and private placements have an outstanding balance of $ 18,233,896 as of September 30, 2023.

For governmental activities, compensated absences are generally liquidated by the General Fund. The entire insurance claims liability is reported in the Self-Insurance Internal Service Fund and will be liquidated by that fund.

Note 9 - Long-Term Liabilities (continued)

Community Redevelopment Agency ("CRA") Bonds - The CRA previously issued $ 20,000,000 Community Redevelopment Bonds, Series 2010, to make various infrastructure improvements, including drainage, road, and water and sewer improvements, and to acquire land for redevelopment purposes. On August 28, 2013 and September 28, 2013, the CRA issued Community Redevelopment Bonds, Series 2013A and 2013B, amounting to $ 10,000,000 and $ 7,394,769, respectively, to currently refund the then outstanding Series 2010 Bonds. The 2013A and 2013B Bonds bear interest at the fixed rate of 2.470% and 2.430%, respectively, subject to adjustments based on occurrence of a determination of taxability event and by margin rate factor as calculated by lender. During fiscal year 2018, the interest rates were increased to 3.002% and 2.953% for the 2013A and 2013B Bonds, respectively, due to a change in the corporate tax rate. Principal and interest on both series is payable semiannually on each June 10 and December 10 through maturity in December 2025. The Bonds are secured by a pledge and lien on tax increment revenues of the Town's CRA. In addition, the Town covenants to annually budget and appropriate legally available non-ad valorem revenues to cover any shortfall in tax increment revenue of the CRA to pay for scheduled principal and interest.

Annual debt service requirements estimated to maturity for the Community Redevelopment Agency Bonds, Series 2013A are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 917,104	$ 64,355	$ 981,459
2025	940,344	36,110	976,454
2026	479,014	7,310	486,324
Total	$ 2,336,462	$ 107,775	$ 2,444,237

Annual debt service requirements estimated to maturity for the Community Redevelopment Agency Bonds, Series 2013B are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 677,172	$ 46,733	$ 723,905
2025	694,053	26,217	720,270
2026	353,446	5,306	358,752
Total	$ 1,724,671	$ 78,256	$ 1,802,927

The outstanding CRA Series 2013A and 2013B arrangements discussed above include other financial provisions for events of defaults such as payment defaults, violation of covenants, insolvency, false representation, and failure to budget and appropriate. These events may increase the current interest rate to the lesser of 18% or the maximum lawful rate during the continuation of an event of default. The events may declare any unpaid principal and interest (acceleration of maturity) due immediately. The lender may also seek enforcement of and exercise all remedies available and allowed by law. These facilities are also subject to rate adjustments based on occurrence of a determination of taxability event by margin rate factor as calculated by lender. Prepayment fees/premiums may also apply.

Note 9 - Long-Term Liabilities (continued)

$ 12,465,000 General Obligation Refunding Note, Series 2015 - Previously, the Town issued $ 12,465,000 of a General Obligation Refunding Note, Series 2015, maturing August 1, 2031, with a fixed interest rate of 2.59%, to refund the then outstanding General Obligation Bonds, Series 2006. The entire proceeds of the 2015 Note were applied to refund the principal balance of the 2006 Bonds; therefore, no proceeds were received by the issuer. The original bonds were issued in connection with constructing and furnishing fire and rescue facilities, and the procurement of certain equipment and technology, including the improvement of emergency management and terrorism preparedness. Interest is paid semiannually on each February 1 and August 1. Principal on the Note is paid annually commencing August 2016 through August 2031. Ad valorem tax revenues from the General Fund are pledged to repay this Note issue.

Annual debt service requirements estimated to maturity for the General Obligation Refunding Note, Series 2015 are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 785,000	$ 177,933	$ 962,933
2025	805,000	157,602	962,602
2026	825,000	136,752	961,752
2027	845,000	115,385	960,385
2028	870,000	93,499	963,499
2029-2031	2,740,000	143,227	2,883,227
Total	$ 6,870,000	$ 824,398	$ 7,694,398

$ 16,260,000 Limited General Obligation Refunding Note, Series 2015 – Previously, the Town issued $ 16,260,000 of a Limited General Obligation Refunding Note, Series 2015, maturing August 1, 2026, with a fixed interest rate of 2.18%, to refund the then outstanding Limited General Obligation Bonds, Series 2006. The entire proceeds of the 2015 Note were applied to refund the principal balance of the 2006 Bonds; therefore, no proceeds were received by the issuer. The original bonds were issued in connection with acquiring land to protect the quality of water bodies, preserving and improving wildlife habitat and parks, and constructing and improving recreational areas. Interest is paid semiannually on each February 1 and August 1. Principal on the Note is paid annually commencing August 2016 through August 2026. Ad valorem tax revenues from the General Fund are pledged to repay this Note issue up to a tax limit of 0.38 mills per annum.

Annual debt service requirements estimated to maturity for the Limited General Obligation Refunding Note, Series 2015 are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 1,575,000	$ 105,185	$ 1,680,185
2025	1,610,000	70,850	1,680,850
2026	1,640,000	35,752	1,675,752
Total	$ 4,825,000	$ 211,787	$ 5,036,787

Note 9 - Long-Term Liabilities (continued)

The outstanding Series 2015 (both general and limited general obligation) arrangements discussed above include other financial provisions for events of defaults such as payment defaults, violation of covenants, insolvency, false representation, and the downgrade to certain ratings assigned by nationally recognized agencies. These events may result in a late charge on overdue payments of 6% (G.O. Series 2015); and may increase, during default, the current interest rates on these arrangements to the higher of the then prime rate or adjusted one-month SOFR rate plus a spread ranging from 4% to 6%. The events may declare any unpaid principal and interest (acceleration of maturity) due immediately. The lenders may also seek enforcement of and exercise all remedies available to them and allowed by law. These facilities are also subject to rate adjustments based on occurrence of a determination of taxability event by margin rate factor as calculated by lenders. Prepayment fees/premiums may also apply.

Special Obligation Bonds, Series 2021 – Previously, the Town issued $ 36,600,000 of a Special Obligation Bond, Series 2021, to fully mature by October 2051, with an interest rate ranging from 4% to 5%. The Bonds were issued in connection with the construction and equipping of the new Town Hall and the Davie Wetlands Park (formerly Van Kirk). Interest is paid semiannually on each April 1 and October 1. Principal is paid annually commencing October 2022 through October 2051. Legally available non-ad valorem revenues from the General Fund, and certain investment earnings, are pledged to repay this obligation. This obligation provides for certain redemption provisions on or after October 2032. No debt services reserve account was required to be established to secure these bonds.

The outstanding Series 2021 bonds include other financial provisions for events of defaults such as violation of covenants, payment defaults, and insolvency. Certain events of default are deemed to be declared if continued for sixty days after receipt of a written notice form the holders; unless the Town is in good faith and diligently acting to remedy the default and such default is curable by such remedial action. The bondholders may also seek enforcement of and exercise all remedies available to them and allowed by law, including enforce payment and receive any and all amounts due at time of default.

Annual debt service requirements estimated to maturity for the Special Obligation Bond, Series 2021 are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 625,000	$ 1,507,125	$ 2,132,125
2025	660,000	1,475,000	2,135,000
2026	690,000	1,441,250	2,131,250
2027	725,000	1,405,875	2,130,875
2028	760,000	1,368,750	2,128,750
2029-2033	4,415,000	6,218,125	10,633,125
2034-2038	5,530,000	5,109,600	10,639,600
2039-2043	6,720,000	3,888,000	10,608,000
2044-2048	8,180,000	2,402,600	10,582,600
2049-2052	7,795,000	638,900	8,433,900
Subtotal	36,100,000	$ 25,455,225	$ 61,555,225
Plus: unamortized premium	6,723,312		
Total	$ 42,823,312		

Note 9 - Long-Term Liabilities (continued)

Note Payable – Previously, the Town issued a $ 3,468,869 note payable for the purposes of financing the acquisition of public safety equipment. The note bears no interest, with annual principal payments due February 1, 2022, through February 1, 2028. The note may be prepaid in whole or in part without penalty. A payment not received within (10) days will bear interest at the highest lawful rate from the due date. Other events of default include violations of covenants and insolvency. The Town has not pledged revenue in connection with this credit facility, except for that it is payable from legally available funds.

Annual debt service requirements estimated to maturity for the Note Payable are as follows:

Year Ending September 30,	Principal
2024	$ 495,553
2025	495,553
2026	495,553
2027	495,553
2028	495,551
Total	$ 2,477,763

The aggregate annual debt service estimated to maturity for the governmental activities debt is as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 5,074,829	$ 1,901,331	$ 6,976,160
2025	5,204,950	1,765,779	6,970,729
2026	4,483,013	1,626,370	6,109,383
2027	2,065,553	1,521,260	3,586,813
2028	2,125,551	1,462,249	3,587,800
2029-2033	7,155,000	6,361,352	13,516,352
2034-2038	5,530,000	5,109,600	10,639,600
2039-2043	6,720,000	3,888,000	10,608,000
2044-2048	8,180,000	2,402,600	10,582,600
2049-2052	7,795,000	638,900	8,433,900
Total	$ 54,333,896	$ 26,677,441	$ 81,011,337

Business-Type Activities: The following is a summary of changes in the long-term liabilities for the year ended September 30, 2023:

Note 9 - Long-Term Liabilities (continued)

	Balance October 1, 2022	Additions	Reductions	Balance September 30, 2023	Due Within One Year
Bonds Payable:					
Water and Sewer Revenue Bonds, Series 2012	$ 26,590,000	$ -	$ 255,000	$ 26,335,000	$ 295,000
Water and Sewer Revenue Refunding Bonds, Series 2019 *	48,915,000	-	1,995,000	46,920,000	2,050,000
Water and Sewer Revenue Refunding Bonds, Series 2020	47,160,000	-	1,790,000	45,370,000	1,810,000
State Revolving Fund Loan Program*	2,629,452	-	212,656	2,416,796	217,574
Bond Discounts	(339,419)	-	(16,971)	(322,448)	-
	124,955,033	-	4,235,685	120,719,348	4,372,574
Compensated Absences	461,746	297,415	246,119	513,042	236,889
	$ 125,416,779	$ 297,415	$ 4,481,804	$ 121,232,390	$ 4,609,463

* Notes from direct borrowing and private placements have an outstanding balance of $ 49,336,796 as of September 30, 2023.

$ 28,190,000 Water and Sewer Revenue Bonds, Series 2012 – Previously, the Town issued $ 28,190,000 Water and Sewer Revenue Bonds, Series 2012, maturing October 1, 2042, with an interest rate ranging from 2.0% to 4.0%. The Bonds were issued in connection with the acquisition and construction of improvements to the Town's water and sewer system, and for paying the costs of issuance of the Bonds. Interest is payable semiannually on each April 1 and October 1. Principal on the Bonds is paid annually commencing October 2014 through October 2042. The Bond Indenture provides for a reserve insurance policy to be obtained in place of funding for the Debt Service Reserve Fund. At issuance, the Town obtained the required insurance policy and is in compliance with the reserve requirement.

Annual debt service requirements estimated to maturity for the Water and Sewer Revenue Bonds, Series 2012, are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 295,000	$ 886,800	$ 1,181,800
2025	340,000	878,300	1,218,300
2026	380,000	863,100	1,243,100
2027	440,000	845,500	1,285,500
2028	500,000	830,500	1,330,500
2029-2033	3,460,000	3,860,013	7,320,013
2034-2038	5,555,000	3,104,151	8,659,151
2039-2043	15,365,000	1,604,575	16,969,575
Subtotal	26,335,000	$ 12,872,939	$ 39,207,939
Less: unamortized discount	(322,448)		
Total	$ 26,012,552		

Note 9 - Long-Term Liabilities (continued)

$ 49,915,000 Water and Sewer Revenue Refunding Bonds, Series 2019 - Previously, the Town issued $ 49,915,000 of Water and Sewer Revenue Refunding Bonds, Series 2019, to refund the then outstanding Series 2010 Bonds, with a fixed rate of 2.76%, subject to adjustment based on occurrence of a determination of taxability event and by margin rate factor as calculated by lender. The gross proceeds from the 2019 issuance were deposited in an irrevocable trust with an escrow agent to provide for the cost of issuance, the establishment of a debt service reserve fund, and the required debt service payments on the call date of October 2020. Interest on the Series 2019 Bonds is paid semi-annually on each April 1 and October 1. Principal on the Series 2019 Bonds is paid annually commencing October 2021 through October 2040.

Annual debt service requirements estimated to maturity for the Water and Sewer Revenue Refunding Bonds, Series 2019, are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 2,050,000	$ 1,266,702	$ 3,316,702
2025	2,105,000	1,209,363	3,314,363
2026	2,160,000	1,150,506	3,310,506
2027	2,220,000	1,090,062	3,310,062
2028	2,285,000	1,027,893	3,312,893
2029-2033	12,395,000	4,145,175	16,540,175
2034-2038	14,205,000	2,312,535	16,517,535
2039-2041	9,500,000	398,130	9,898,130
Total	$ 46,920,000	$ 12,600,366	$ 59,520,366

$ 47,650,000 Water and Sewer Revenue Refunding Bonds, Series 2020 - Previously, the Town issued $ 47,650,000 of Water and Sewer Revenue Refunding Bonds, Series 2020, with an interest rate ranging from 1.004% to 3.111%, for the primary purpose of refunding on an advance basis a significant portion of the then outstanding Series 2011 Bonds. The gross proceeds from the Series 2020 issuance, along with other funds of the Town, were deposited in an irrevocable trust with an escrow agent to provide for the cost of issuance and the required debt service payments through the redemption (call) date of October 1, 2021. Interest on the Series 2020 Bonds is paid semi-annually on each April 1 and October 1. Principal on the Series 2020 Bonds is paid annually commencing October 2021 through October 2041.The Bond indenture provides for a reserve insurance policy to be obtained in place of funding for the Debt Service Reserve Fund. At issuance, the Town obtained the required insurance policy and is in compliance with the reserve requirement.

Annual debt service requirements estimated to maturity for the Water and Sewer Revenue Refunding Bonds, Series 2020, are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 1,810,000	$ 1,153,276	$ 2,963,276
2025	1,835,000	1,128,291	2,963,291
2026	1,860,000	1,099,296	2,959,296
2027	1,885,000	1,066,456	2,951,456
2028	1,925,000	1,029,832	2,954,832
2029-2033	10,275,000	4,481,696	14,756,696
2034-2038	11,635,000	3,078,445	14,713,445
2039-2042	14,145,000	1,057,041	15,202,041
Total	$ 45,370,000	$ 14,094,333	$ 59,464,333

Note 9 - Long-Term Liabilities (continued)

The Series 2012, 2019 and 2020 Bonds were issued in parity as to the lien of the pledged revenues. The Water and Sewer Bonds are payable from the pledged net revenues derived from the Town's water and sewer system and proceeds from contribution charges received by the Town in connection with the system.

The Town is subject to certain rate covenants outlined in the Bond Indentures. The Bond Indentures contain certain other covenants related to the operation of the water and sewer fund, including the establishment of contribution charges and capital replacement fund.

The 2012, 2019 and 2020 arrangements discussed above include other financial provisions for events of defaults as failure to make payment (principal and interest), inability to pay debts – bankruptcy, and violation of material covenants or conditions. However, those violations of covenants or conditions that cannot be remedied within thirty days, shall not constitute an event of default if the Town shall begin to remedy such default within a thirty-day period and is diligently pursuing such remedy. Events of defaults may declare any unpaid principal and interest (acceleration of maturity) due immediately; however, the Town may obtain consent of the holders of not less than fifty-one percent to not force or effect the acceleration of maturities provision. In general, upon occurrence and continuation of an event of default, the default rate is set at the lesser of prime rate plus 5% or the maximum rate permitted by law; or in the event that the consent described above is received, the default rate is then set at the lesser of 18% or the maximum rate permitted by law. Certain bonds may also be subject to rate adjustments based on occurrence of a determination of taxability event by margin rate factor as calculated by trustee/lender. Prepayment fees/premiums may also apply. The Series 2012 and 2020 scheduled payments of principal and interest when due are guaranteed under insurance policies issued concurrently with the delivery of each bond. The Series 2019 have established debt service reserve accounts as required at issuance.

$ 4,601,081 State Revolving Fund Loan - In April 2012, the Town entered into a revolving loan agreement with the State of Florida Department of Environmental Protection Clean Water State Revolving Fund Loan program to provide financing for the Town's Infiltration and Inflow Program and the Master Lift Station No. 8 and Force Main project. The loan is collateralized by a pledge on the revenues from the Town's Water and Sewer System, after payment of operation and maintenance expenditures and satisfaction of all senior revenue obligations. This facility is in junior position to the Water and Sewer Revenue Bonds of the Town. The Town borrowed $ 4,601,081, including capitalized interest and service fee charges of $ 17,594 and $ 89,872, respectively. Semiannual payments are due on each September 15th and March 15th. As of September 30, 2016, the project was deemed completed; therefore, the amortization schedule was finalized, requiring semiannual installments of $ 135,959, including interest at a fixed rate of 2.30%.

Annual debt service requirements estimated to maturity for the State Revolving Fund Loan, are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 217,574	$ 54,344	$ 271,918
2025	222,607	49,311	271,918
2026	227,757	44,161	271,918
2027	233,025	38,893	271,918
2028	238,416	33,502	271,918
2029-2033	1,277,417	80,642	1,358,059
Total	$ 2,416,796	$ 300,853	$ 2,717,649

Note 9 - Long-Term Liabilities (continued)

The State Revolving Fund Loan arrangement discussed above include other financial provisions for events of defaults such as failure to make monthly deposits and semiannual loan payments, violation of covenants or actions required by the arrangement with such failure continuing for a period of sixty days after written notice, insolvency-bankruptcy, and false representations. Non-payment may result in acceleration of the repayment schedule or increasing the financing rate on the unpaid principal balance to as much as 1.667 times the financing rate. The lender may also seek enforcement of and exercise all remedies available and allowed by law.

The aggregate annual debt service estimated to maturity for the business-type activities is as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 4,372,574	$ 3,361,122	$ 7,733,696
2025	4,502,607	3,265,265	7,767,872
2026	4,627,757	3,157,063	7,784,820
2027	4,778,025	3,040,911	7,818,936
2028	4,948,416	2,921,727	7,870,143
2029-2033	27,407,417	12,567,526	39,974,943
2034-2038	31,395,000	8,495,131	39,890,131
2039-2043	39,010,000	3,059,746	42,069,746
Total	$ 121,041,796	$ 39,868,491	$ 160,910,287

Pledged Revenues:

The Town's debt is collateralized by multiple sources. The following table provides the gross revenue received in the current year and pledged for each debt issuance, the current year principal and interest paid on the debt, the date through which the revenue is pledged under the debt agreement, and the total pledged future revenue for each debt, which is the amount remaining of principal and interest on the indebtedness at September 30, 2023:

Debt Issue	Pledged Revenue	Gross Revenue Received	Principal and Interest Paid	Future Maturities Principal and Interest	Pledged Through:
Governmental Activities:					
Community Redevelopment Bonds, Series 2013A and 2013B	Tax increment revenues of the Town's Community Redevelopment Agency	$ 8,063,653	$ 1,713,702	$ 4,247,164	2026
General Obligation Note, Series 2015 (Refunding)	Ad valorem tax	$ 965,938	$ 957,617	$ 7,694,398	2031
Limited General Obligation Note, Series 2015 (Refunding)	Ad valorem tax	$ 1,687,738	$ 1,673,648	$ 5,036,787	2026
Special Obligation Bonds, Series 2021	Legally available Non-Ad valorem revenues	$ 58,464,841	$ 2,035,250	$ 61,555,225	2052
Business-Type Activities:					
Water and Sewer Revenue Bonds, Series 2012, 2019 (Refunding), 2020 (Refunding) and State Revolving Fund Loan Program	Net revenues from the water and sewer system and contribution charges	$ 32,693,770	$ 7,705,121	$ 160,910,287	2043

Note 10 - Fund Balance

The Town follows GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions,* which requires that governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable fund balance - This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. "Not in spendable form" includes items that are not expected to be converted to cash (such as inventories and prepaid amounts) and items such as long-term amount of loans and notes receivable, and leases – portion of fund balance that is not an available resource because it represents the year-end balance of the lease receivable in excess of the deferred inflow of resources for the lease receivable, which is not a spendable resource, as well as property acquired for resale. The corpus (or principal) of a permanent fund is an example of an amount that is legally or contractually required to be maintained intact. In fiscal year 2023, this category represents $ 3,376,436.

Restricted fund balance - This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. In fiscal year 2023, this category represents $ 13,779,860.

Committed fund balance – This classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision making. The Town Council is the highest level of decision-making authority for the government that can, by adoption of an ordinance or resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance or resolution (which are both equally binding and the highest level of decision making authority) remains in place until a similar action is taken (the adoption of another ordinance or resolution) to remove or revise the limitation. Resources accumulated pursuant to stabilization arrangements sometimes are reported in this category. In fiscal year 2023, this category represents $ 131,329,751.

Assigned fund balance – This classification includes amounts that are constrained by the Town for specific purposes that are neither restricted nor committed. The Town Council through a resolution authorized the Budget and Finance Director in agreement with the Town Administrator, or designee, to assign fund balance. The Town Council may also assign fund balance as it does when appropriating fund balance to cover differences in estimated revenue and appropriations in the subsequent year's appropriated budget. Assignments are generally temporary and normally the same formal action need not be taken to remove the assignment. In fiscal year 2023, this category represents $ 9,276,241.

Unassigned fund balance - This classification includes the remaining fund balance for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes. In fiscal year 2023, this category represents $ 61,585,523.

The Town considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal agreements that prohibit doing this, such as in grant agreements requiring dollar for dollar spending.

Note 10 - Fund Balance (continued)

Additionally, the Town would first use committed fund balance, followed by assigned fund balance and then unassigned fund balance when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Hurricane/Emergency and Disaster Recovery Operating Reserves - This reserve is to be maintained at 25% of the upcoming fiscal year General Fund's budgeted revenues, including other financing sources. This reserve is established for the purposes of responding to and providing relief and recovery efforts to ensure the maintenance of services to the public during hurricane/emergency/disaster situations. Such emergencies include, but are not limited to, hurricanes, tropical storms, tornadoes, flooding, terrorist activity and other natural or man-made disasters. In the event these funds are utilized, they should be replenished in order to prepare for possible future events. The Town will make every effort to replenish this reserve over a five-year period beginning with the completion of recovery from the event for which the reserve funds were used. At September 30, 2023, the 25% operating reserve to be maintained is $ 47,239,458 and is reported under committed fund balance.

Contingency and Capital Reserve - It is the Town's Council intent to maintain reserve funds "minimum fund balance" to provide for a mechanism to fund unanticipated expenditures or to finance future capital outlay requirements providing a degree of financial stability by reducing reliance on indebtedness. This category includes two separate items. The first item requires 3% ($ 5,668,735 at September 30, 2023) of the upcoming fiscal year General Fund's budgeted revenues, including other financing sources, to be set aside. If such reserve is to be used, it is the Town's intention to replenish this reserve over a five-year period beginning with the completion of the contingency for which the reserve funds were used. The second item recognizes the need to identify ongoing funding sources for capital projects. If available, the Town intends to dedicate 0.1 mills of the upcoming fiscal year operating millage to capital projects. Such amount will then be used for the upcoming Capital Improvement Plan; unless during the budget process, it is determined that such funds must be utilized to offset general fund operational expenditures. At September 30, 2023, the Town elected not to dedicate such amount for capital projects.

Note 11 - Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omission; injuries to employees; and natural disasters. The Town has established a Self-Insurance Fund (an internal service fund) to account for and finance its insured and uninsured risks of loss.

Previously, the Town joined the Preferred Governmental Insurance Trust ("PGIT"), a Public Entity Insurance Program primarily for the Town's liability and workers compensation exposures. The members of PGIT include over 400 governmental agencies who have entered into agreements with the trust. Should a deficit develop in PGIT, after excess reinsurance recoveries, whereby claims or other expenses cannot be paid, each member assumes liability for the costs of claims brought against that member as if individually self-insured.

Effective July 2002, the Town became self-insured for health benefits. In 2023, the Town conducted a study on its liability for unpaid claims relating to its health benefits and workers compensation. As a result of this study, the Town recorded a liability of $ 2,437,242 based upon actuarial calculations.

Note 11 - Risk Management (continued)

Changes in the estimated liability for the fiscal years ended September 30, 2023 and 2022 are as follows:

Fiscal Year	Beginning Liability	Claims Incurred and Changes in Estimates	Claims Paid and Adjustments	Ending Liability
2022	$ 2,375,565	$ 11,065,107	$ 10,878,306	$ 2,562,366
2023	$ 2,562,366	$ 11,819,284	$ 11,944,408	$ 2,437,242

The estimated liability for health care claims and workers compensation claims as of September 30, 2023 was approximately $ 997,000 and $ 1,440 ,000, respectively.

There were no significant reductions in coverage from the prior fiscal year. The Town purchases insurance for exposures not covered by the Fund and for all other risks of loss. During the past three (3) fiscal years, no settlements exceeded the coverage provided by this insurance.

Amounts are paid into the Self-Insurance Fund by all other funds and are available to pay claims, premiums and administrative costs of the program.

Note 12 - Litigation, Commitments, SBITA, Encumbrances, Contingencies and Conduit Debt

Litigation: The Town is involved in various pending lawsuits incidental to its operations. In the opinion of management, any potential losses resulting from claims against the Town, not covered by insurance, are not expected to have a material adverse effect on the financial position of the Town.

Commitments*:* The Town has entered into various agreements related to major infrastructure projects. Outstanding commitments at September 30, 2023 amounted to approximately $ 16,968,000, which are included in the encumbrances discussed below.

In addition, as a prerequisite for approval of development plats, the Town requires developers to install certain infrastructure elements (roadways, drainage, sidewalks, lighting, landscaping, etc.) that accrue to a development as a whole. Should the developer fail to install the required infrastructure, the Town would be obligated to complete the amenities. To reduce the financial risk that may exist, the Town also requires the developer to guarantee, through third parties, the estimated amount of money that would be necessary to complete the project. At September 30, 2023, the Town held the following guarantees for developers' infrastructure requirements.

Surety bonds	$ 21,867,890
Irrevocable letters of credit	3,182,478
Cash bonds	119,241
Total	$ 25,169,609

Note 12 - Litigation, Commitments, SBITA, Encumbrances, Contingencies and Conduit Debt (continued)

Subscription Based Technology Arrangements (SBITA)*:* For the year ended September 30, 2023, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset.

The Town has entered into subscription arrangements ranging from 12 to 70 months for the use certain software. As described in Note 9, an SBITA liability in the amount of $ 4,793,088 remains outstanding at September 30, 2023. The Town is required to make aggregate annual fixed payments of approximately $ 2.3 million. The subscription arrangements have an implied interest rate ranging from 2.23% to 3.16%. The value of the right to use asset (SBITA) as of September 30, 2023 was $ 7,030,582 with accumulated amortization of $ 1,279,143, which is included with intangible assets - SBITA in Note 6.

Principal and interest requirements to maturity are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	$ 1,726,372	$ 121,336	$ 1,847,708
2025	1,156,821	74,527	1,231,348
2026	973,280	44,227	1,017,507
2027	912,436	20,194	932,630
2028	24,179	76	24,255
Total	$ 4,793,088	$ 260,360	$ 5,053,448

Note: The assets and liabilities of the internal service funds are reported within governmental activities.

Encumbrances*:* Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At September 30, 2023, the amount of encumbrances expected to be honored upon performance by the vendor/contractor in the next year are estimated to be as follows:

Governmental Funds:	
Community Redevelopment Agency Fund	$ 542,814
ARPA Fund	5,463,365
Capital Projects Fund	7,626,842
Nonmajor Governmental Funds	16,231
Proprietary Funds:	
Water and Sewer Fund	7,044,106
Vehicle Maintenance Fund	577,689
Information Technology	323,495
Total	$ 21,594,542

The encumbrances and related appropriation lapse at the end of the year, but are re-appropriated and become part of the subsequent year's budget because performance under the executory contract is expected in the next year.

Note 12 - Litigation, Commitments, Encumbrances, Contingencies and Conduit Debt (continued)

Contingencies:

Financial Assistance

The Town receives financial assistance from numerous federal, state, and local governmental agencies in the form of grants and revenue sharing. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, such disallowed claims, if any, are not expected to have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the Town at September 30, 2023.

Conduit Debt*:* In June 2018, the Town authorized the issuance of $ 141 million Educational Facilities Revenue and Refunding Bonds, Series 2018, as conduit debt on behalf of Nova Southeastern University. The bond proceeds were earmarked to refund existing debt, and to pay for the acquisition, construction, improving and equipping of dormitory facilities, residence halls and classroom facilities, located on the University Campus. The outstanding balance on these Bonds at September 30, 2023 was $ 136,230,000. The Town is not obligated to repay these Bonds.

Note 13 - Defined Contribution Plan

The Town of Davie is a single employer that contributes to the Town of Davie Money Purchase Plan (the "Plan"), which is a defined contribution pension plan. The Plan currently covers all eligible full-time employees hired prior to October 1, 2007, not covered by the Police Employees' or Firefighters' Pension Plans, and who opted not to join the Management and General Employees' Defined Benefit Plan. At September 30, 2023, there were 13 plan members. Contributions for fiscal year ended September 30, 2023 for the Plan were approximately $ 102,500 (representing approximately $ 900,000 in covered payroll).

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depends solely on the amount contributed to the participant's account, the returns earned on investments on those contributions, and forfeitures of other participants' benefits that may be allocated to such participant's account. The Plan provides for two contribution rate levels based on job classifications. For full-time managers, professionals, and certain technical non-unionized personnel, the Town is required to contribute an amount equal to 10% of the employees' gross earnings. The employees must contribute 1.4% of their pretax pay to the Plan; however, under IRC 401(a), the Town has elected to "pick-up" the employees' mandatory contribution. The Town has no liability to the employees covered by this Plan other than the employer contribution to the Plan. For all other employees covered by the Plan, the Town is currently required to contribute 11.4% of the employees' gross earnings. There is no mandatory employee contribution to the Plan. Employees hired before January 1, 1996 are 100% vested for all amounts contributed. Employees hired after January 1, 1996 are vested 100% for Town contributions after five years of eligible service. These contribution rates are established in the Plan documents which were adopted by resolution of the Town Council and which may be amended only by the Town Council.

The Town does not exercise any control or fiduciary responsibility over the Plan's assets. Therefore, the assets, liabilities, and transactions are not included in the Town's financial statements.

Note 14 - Defined Benefit Pension Plans

A. Summary of Significant Accounting Policies

Basis of Accounting

The Firefighters' Pension Plan, Police Employees' Pension Plan and the Management and General Employees' Pension Plan (the "Plans") are accounted for on the accrual basis of accounting. Plan member contributions are recognized as revenues in the period in which the contributions are due. Town contributions are recognized when due pursuant to actuarial valuations and the Town has made a formal commitment to provide such contributions. State contributions are recognized as revenue in the period in which they are approved by the State of Florida. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plans.

For purposes of measuring the net pension (asset) liability, deferred outflows of resources and deferred inflows of resources relating to pensions, and pension expense (credit), information about the fiduciary net position of the Plans and additions to/deductions from Plan's fiduciary net position have been determined on the same basis as they are reported by the Plans.

Method Used to Value Investments

Plan investments are reported at fair value. The overall valuation processes and information sources by major investment classification are as follows: 1) equity securities and similar funds traded on a national securities exchange are valued at the last reported sales price on the last business day of the fiscal year, and at net asset value of those shares held by the plans; 2) debt securities and similar fixed income funds can typically be valued using the close or last traded price on a specific date (quoted prices in active markets). When quoted prices are not available, fair value is determined based on valuation models that use inputs that include market observable inputs. These inputs included recent trades, yields, price quotes, cash flows, maturity, credit ratings, and other assumptions based upon the specifics of the investment's type; 3) alternative investments and similar real estate, hedge, and private credit investment funds typically include investments where no readily ascertainable market value exists. Net asset value is typically the measurement unit price. To value these investments, management, in consultation with the general partner and investment advisors, determines the fair values for the individual investments based upon the partnership's or limited liability company's most recent available financial information adjusted for cash flow activities through year end - the estimated fair value of these investments may differ from values that would have been used had a ready market existed; and 4) mutual funds, including pooled separate accounts and absolute return funds, are generally valued by a third party pricing source who strikes the Net Asset Value (NAV) of the holdings at year end. Other mutual funds held by the Plans are registered with the Securities and Exchange Commission; publish the NAV on a daily basis; and are deemed actively traded.

Unrealized gains and losses are presented as net appreciation (depreciation) in fair value of investments on the statement of changes in fiduciary net position along with gains and losses realized on sales of investments. Purchases and sales of securities are recorded on a trade-date basis. Interest income is recognized as earned and dividend income is recorded as of the ex-dividend date. Realized gains and losses on the sale of investments are generally based on average cost identification methods.

Given the inherent nature of investments, it is reasonably possible that changes in the value of those investments will occur in the near term and that such changes could materially affect the amounts reported in the statement of fiduciary net position.

Note 14 - Defined Benefit Pension Plans (continued)

B. General Information About the Plans

Firefighters' Pension Plan:

The following summary description of the Firefighters' Pension Plan is provided for general information purposes only. The Firefighters' Pension Plan was originally established by Town Ordinance 80-42 and has subsequently been amended from time to time by the Town Council. Participants should refer to the Plan documents for more complete information. Additionally, a separate public employee retirement system annual report for the Firefighters' Pension Plan is publicly available from the Pension Plan Administrator, 13141 66th, Largo, Florida 33773.

Plan Description: The Town is the sponsor of a single-employer, Public Employee Retirement System ("PERS"). This defined benefit pension plan covers substantially all of the Town's full-time firefighters that have met the conditions of eligibility. The PERS is considered part of the Town's financial reporting entity and is therefore included in this financial report as a pension trust fund. Management of the plan is vested in the Board. The Board of Trustees make plan amendment recommendations to the Town Council for approval. Tier one members are members hired prior to January 20, 2016 and Tier two members hired on or after such date.

Contributions: Members are required to contribute 9% of their earnable compensation, starting at their eligibility date and continuing to their date of retirement, disability, termination, death, or entry into the Deferred Retirement Option Plan ("DROP"), whichever comes first. Payouts of accrued vacation and sick leave are excluded from earnable compensation. The State contributes pursuant to Chapter 175 of the Florida Statutes, a premium tax on certain casualty insurance contracts written on Town of Davie properties. The premium tax is collected by the State and remitted to the Town. The Town received $ 1,535,732 from the State and recorded as revenues and expenditures in the General Fund, as appropriate. The Town contributions are based upon actuarially determined amounts, which together with earnings, plan member and State contributions, are designed to accumulate sufficient assets to pay for benefits when due.

Benefits Provided: The Plan provides various types of retirement including normal service, early service, disability service, and death benefits. A Tier One member may retire on the first day of the month which falls on, or next follows, the date on which the member completes 20 years of credited service, regardless of age, or the date on which a member attains age 55 and completes 10 years or more of credited service. A Tier Two member is eligible for retirement after completion of 20 years of credited service, regardless of age, or age 55 with at least 10 years of credited service.

For a Tier One member the amount of normal retirement benefit is 3% times final monthly compensation multiplied by credited service for the first 10 years. Normal retirement benefit is a 4% multiplier for years 11 to 15, and a 5% multiplier for years 16 through 20, resulting in a 75% benefit after 20 years of service. After 20 years of service, the multiplier shall be 2% per year. The maximum retirement benefit cannot exceed 95% of final monthly compensation.

For a Tier Two member, the amount of normal retirement income is 3.125% times final monthly compensation multiplied by the number of years of credited service. The maximum retirement benefit cannot exceed 80% of final monthly compensation.

Early retirement is the first day of the month coincident with or next following the date the member attains age 50 with 10 or more years of credited service. The amount of early retirement income is the monthly accrued benefit earned by a member at his or her early retirement date, reduced by 3% per year for commencement prior to normal retirement date.

Note 14 - Defined Benefit Pension Plans (continued)

Share Plan benefit: In addition to the monthly pension benefit, individual "share accounts" have been created for each participant. The Share Plan is funded exclusively with excess Chapter 175 premium tax revenues. Participants receive "shares" for each full year of service rendered. Partial shares are allocated for full months of service. Vesting occurs when the participant has completed ten years of credited service; or the participant becomes eligible for a normal, early, disability, deferred vested or death benefit. Each year, after receipt of the annual distribution of chapter money from the State, the Board of Trustees, with the advice of their actuary, determines the amount of excess chapter money received during the fiscal year that has not been otherwise committed for benefits. Allocation of shares are credited to the participants who are on the Town's payroll on September 30 of the year. Upon retirement, participants become eligible to receive a distribution of their share account balance.

Effective upon the ratification of the 2017-2020 collective bargaining agreement, it was agreed that all of the Chapter 175 premium tax revenues that were then being held in reserve (including but not limited to any available funds as defined in the Share Plan, which have not yet been allocated to individual share accounts as of the date of ratification) and any premium tax revenues received on or after that date shall be used to offset the Town's contributions to the pension plan. As a result of this, beginning on the 2020 fiscal year, these amounts are no longer used to fund the Share Plan.

Cost-of-Living Adjustment ("COLA"): In a year where a COLA reserve check is awarded, the retiree will receive 5% of the annual retirement benefit times the number of years that the participant has been retired up to a maximum of 10 years, resulting in a benefit not to exceed the lesser of 50% of the participant's annual pension or $ 26,500. In the event of an actuarial gain, a positive market value return on assets, or both, retirees receive a "13th check," subject to adjustments.

Deferred Retirement Option Plan (the "DROP"): Effective September 30, 1998, members who continue in employment past normal retirement date and have attained the 20 years of credited service may enter the DROP. The rate of return earned by the DROP is the same as that earned by the Plan less a $ 10 per month adjustment for expenses. Once a member enters the DROP, the monthly retirement benefit is frozen, and the monthly benefit is paid into the DROP account. Upon termination of employment, the balance in the member's DROP account, including interest, is payable to them and they also begin to receive the (frozen) monthly retirement benefit. In general, the maximum period of DROP participation is six years for all members entering the DROP on or after December 2, 2009. The total years of credited service plus DROP participation cannot exceed 31 years.

For the Plan year beginning October 1, 2011, DROP participants have the option to "self-direct" their DROP account balances using certain investment options available under the DROP program, administered by Mass Mutual. Any losses, charges or expenses incurred by the DROP participant shall be borne by the participant, not the Town or the Plan.

The value of the total DROP balance, including amounts pertaining to "self-directed" balances, at September 30, 2023 was $ 14,152,703.

Police Employees' Pension Plan*:*

The following summary description of the Police Employees' Pension Plan is provided for general information purposes only. The Police Employees' Pension Plan was originally established by Town Ordinance 76-13 and has subsequently been amended from time to time by the Town Council. Participants should refer to the Plan documents for more complete information. Additionally, a separate public employee retirement system annual report for the Police Employees' Pension Plan is publicly available from the Pension Plan Administrator, 13790 NW 4th Street, Suite 105, Sunrise, Florida 33325.

Note 14 - Defined Benefit Pension Plans (continued)

Plan Description: The Town is the sponsor of a single-employer, Public Employee Retirement System ("PERS"). This defined benefit pension plan covers substantially all of the Town's full-time police employees. The PERS is considered part of the Town's financial reporting entity and is therefore included in this financial report as a pension trust fund. The Board of Trustees make Plan amendment recommendations to the Town Council for approval. Tier One members are members hired prior to April 20, 2011 and Tier Two members are members hired on or after such date.

Contributions: Members are required to contribute 9% of pretax earnings, which the Town pays as a pickup contribution pursuant to Internal Revenue Code (IRC) Section 414(h)(2). Effective May 1, 2011, the limit of the amount of overtime that is included in pensionable compensation is 300 hours. Pursuant to Florida Statutes, Chapter 185, contributions from the State of Florida Department of Insurance consist of an excise tax imposed by the Town upon certain casualty insurance companies on the gross amount of receipts of premiums from policy holders on all premiums collected on casualty insurance policies covering property within the Town. The Town received $ 1,247,409 from the State and recorded as revenues and expenditures in the General Fund, as appropriate. The Town contributions are based upon actuarially determined amounts, which together with earnings, plan member and state contributions, are designed to accumulate sufficient amounts to pay for benefits when due.

Benefits Provided: The Plan provides various types of retirement including normal service, early service, disability service, and death benefits.

Tier One members - The member may retire the earlier of the date on which they attain 20 years of benefit service or the date on which they attain age 55. For a vested terminated member with at least 15 years of benefit service, full deferred accrued benefit would be payable on the first of the month coincident with or next following the anniversary of the date that the member would have completed 20 years of benefit service. Upon retirement, a member will receive a monthly benefit amount equal to the number of years of benefit service multiplied by 3% of final average earnings for the first 10 years of service, plus 4% for the next 5 years of benefit service, plus 5% for the next 5 years of benefit service, plus 2% for the next 10 years of benefit service, with a 95% maximum. However, after 47 ½ years of benefit service, benefits shall recommence at a rate of 2% of final average earnings per year.

Tier Two members - Tier Two benefits shall be administered in the same manner as Tier One benefits, except as follows: the normal retirement benefit for Tier Two members shall be calculated using a 3% multiplier for the first 20 years of service, plus 2% for each additional year, up to a maximum benefit of 80%. However, after 40 years of benefit service, benefits shall recommence at a rate of 2% of final average earnings per year.

Any member who has completed 10 years of benefit service and attained age 50 may retire early. The monthly amount of retirement benefit, payable in the normal form of payment to a participant on his early retirement date. The benefit will be reduced for early payment so that it is actuarially equivalent to the normal retirement benefit. Effective May 1, 2011, the early retirement reduction will be 3.0% per year for each year prior to normal retirement date. The participant also has the option of deferring the commencement of his monthly benefit to his normal retirement date, the earlier of the date he would have attained 20 years of benefit service (provided he has completed 15 years of actual benefit service) or age 55. In such case, there would be no actuarial reduction to his monthly benefit.

Cost-of-Living Adjustment ("COLA"): An annual COLA will be granted to retirees and beneficiaries. The amount of the COLA will be 2% per year. For recipients who retired prior to October 1, 1997, the monthly benefit after the yearly COLA will not exceed 115% of the original monthly benefit prior to any COLA. For post October 1, 1997 retirees, the limit for future monthly benefits after COLA will be 130% of the original benefit amounts prior to any COLA. The first annual COLA will commence on the fifth anniversary of retirement, but no earlier than November 1, 2004.

Note 14 - Defined Benefit Pension Plans (continued)

Deferred Retirement Option Plan (the "DROP"): The DROP is available only if the member makes an irrevocable election to participate after meeting the eligibility for normal retirement benefit. For members who entered the DROP before October 1, 2020, there is a five (5) year maximum participation period , after which the employee is deemed separate from the Town. For members who entered the DROP on or after October 1, 2020, there is a six (6) year maximum participation period, after which the employee is deemed separated from the Town. In no event can a member who enters the DROP exceed 30 years of total benefit service plus years of DROP participation. If the member dies or becomes disabled during the DROP period, the member will have presumed to have retired on a normal retirement on the day prior to disability or death.

The value of the total DROP balance, including amounts pertaining to "self directed" balances, at September 30, 2023 was $ 17,566,139.

Management and General Employees' Pension Plan:

The following summary description of the Management and General Employees' Pension Plan is provided for general information purposes only. The Management and General Employees' Pension Plan was originally established by Town Ordinance 2004-2 and has been subsequently amended from time to time by the Town Council. Participants should refer to the Plan documents for more complete information. Additionally, there is no separate public employee retirement system annual report for the Management and General Employees' Pension Plan.

Plan Description: On October 1, 2003 the Town Council created, under the laws of the State of Florida, a single-employer defined benefit pension plan. The plan covers substantially all full-time management and general employees. Management level employees include the Town Administrator, Assistant Town Administrator, Directors, Police and Fire Chief, Deputy Police and Fire Chief, Town Clerk, Deputy Town Clerk, Redevelopment Administrator and Assistant Directors. General employees are full-time employees not classified as management and are not otherwise restricted. The plan is administered by the Florida Municipal Investment Trust Fund ("FMITF"). The Plan is considered part of the Town's financial reporting entity and is therefore included in this financial report as a pension trust fund. The Board of Trustees make Plan amendment recommendations to the Town Council for approval.

Contributions: The Town provides all funding requirements for the Plan, based on actuarial determined amounts. All active members hired prior to October 1, 2013 are required to contribute 2.5% of salary. All active members hired on or after October 1, 2013 shall make regular contributions to the Plan of 3% of salary. Overtime in excess of 300 hours per year after September 30, 2012 (for bargaining members) and after June 30, 2011 (for non-bargaining members); and payments for unused sick and annual leave accrued after those dates are excluded from compensation. Annual compensation in excess of $ 200,000 (as indexed) is excluded in accordance with the Internal Revenue Code.

Benefits Provided: The Plan provides various types of retirement including normal service, early service, disability service, and death benefits. Management level employees are eligible for benefits after attaining age 52 and three years of vested service or age 48 and twenty years of vested service. General employees are eligible for benefits after attaining age 60 and six years of vested service or age 56 and thirty years of vested services. For all members hired on or after October 1, 2013, the normal retirement date is attainment of age 65 with ten years of vested service or thirty years of vested service and age 60.

Note 14 - Defined Benefit Pension Plans (continued)

Normal benefits for management level employees are equal to the number of years of credited service times the average final compensation and multiplied by 3%. Average final compensation, for management, means the one-twelfth of the highest average earnings during the best three years of credited service or career average, whichever is greater. Normal benefits for general employees are equal to the number of years of credited service times the average final compensation and multiplied by 2%. Average final compensation, for general employees, means one-twelfth of the highest average earnings during the best five years of credited service or career average, whichever is greater.

For all members hired on or after October 1, 2013, the normal benefits shall be a monthly benefit equal to the number of years of credited service multiplied by average final compensation and multiplied 1.80%. For all members hired on or after October 1, 2013, average final compensation means one-twelfth of the highest average earnings during the six best years of credited service prior to separation as an active member or the career average, whichever is greater.

The employee contributions accumulated with interest at the rate of 6% per annum; if a non-vested participant terminates employment, the member receives the accumulated contributions in lieu of any other benefits payable from the Plan; vested participants may optionally elect to receive their accumulated contributions in lieu of any other benefits payable from the Plan.

Cost-of-Living Adjustment ("COLA"): All benefits include an automatic 3% annual cost-of-living adjustment which is effective for payments made at least five years after initial retirement.

Deferred Retirement Option Plan (the "DROP"): A member is eligible to participate in the management and general employees Deferred Retirement Option Plan (the "DROP") at attainment of normal retirement age for a period of up to 60 months. The Plan earns a 6.5%, per annum, rate of return. Once a member enters the DROP, their monthly retirement benefit is frozen, and their monthly benefit is paid into their DROP account. Upon termination of employment, the balance in the member's DROP account, including interest, is payable to them.

The value of the total DROP balance at September 30, 2023 was $ 562,805.

Plan Membership: Employee membership data for the plans at October 1, 2022 was as follows:

	Firefighters' Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan
Inactive employees:			
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	96	142	259
Deferred retirement option plan participants	14	36	11
Active plan participants	157	152	293
Total	267	330	563

Note 14 - Defined Benefit Pension Plans (continued)

C. Net Pension Liability

The Town's net pension liability was determined based on a measurement date of September 30, 2022 for all three plans.

The components of the net pension liability of the Town at September 30, 2023, were as follows:

	Firefighter's Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan	Total Pension Trust Funds
Total pension liability	$ 182,624,192	$ 254,849,666	$ 100,872,842	$ 538,346,700
Plan fiduciary net position	(148,215,504)	(190,441,264)	(92,623,891)	(431,280,659)
Town's net pension liability (asset)	$ 34,408,688	$ 64,408,402	$ 8,248,951	$ 107,066,041
Plan fiduciary net position as a percentage of total pension liability (asset)	81.16%	74.73%	91.82%	80.11%

For governmental activities, net pension liabilities are generally liquidated by the General Fund.

Actuarial Assumptions: The total net pension liability (asset) at September 30, 2023 was determined by using actuarial valuations as of October 1, 2021, with update procedures used to roll forward the total net pension liability (asset) to September 30, 2022 (the measurement date). The actuarial valuations used the following actuarial assumptions:

Firefighters' Pension Plan:

Inflation:	3.00%
Salary increases:	5.00% per annum.
Investment rate of return:	7.15%, net of plan investment expense, including inflation.
Mortality:	PUB-2010, Scale MP-2018

Police Employees' Pension Plan:

Inflation:	3.00%
Salary increases:	5.50% per annum.
Investment rate of return:	6.95%, net of plan investment expense, including inflation.
Mortality:	PUB-2010, Scale MP-2018

Note 14 - Defined Benefit Pension Plans (continued)

Management and General Employees' Pension Plan:

Inflation:	2.62%
Salary increases:	5.00% per annum.
Investment rate of return:	7.00% per annum.
Mortality:	Pre-retirement mortality is based on the sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Below Median Employee Mortality Table for general employees, with full generational improvements in mortality using Scale MP-2018 and with male ages set back one year; post-retirement mortality is based on the sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Below Median Healthy Retiree Mortality Table for general employees, with full generational improvements in mortality using Scale MP-2018 and with male ages set back one year.

Investment Policy -The Firefighters, Police, and Management and General Employees' Pension Plan's policy in regard to the allocation of invested assets is established and may be amended by their respective Boards. Plan assets are managed on total return basis with long-term objective of achieving and maintaining a fully funded status for the benefits provided through the pension plans.

The following are the adopted target asset allocations:

Asset Class	Firefighter's Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan
Domestic equity	55.00%	50.00%	39.00%
International equity	10.00%	12.50%	21.00%
Fixed income	25.00%	27.50%	--
Real estate funds	10.00%	10.00%	10.00%
Core bonds	--	--	15.00%
Core plus	--	--	15.00%
Total	100.00%	100.00%	100.00%

Note 14 - Defined Benefit Pension Plans (continued)

Long-term Expected Rate of Return: The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates for each major asset class included in the pension plan's target asset allocation are summarized in the following table:

Asset Class	Firefighter's Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan
Domestic equity	4.50% - 4.80%	4.50% - 4.90%	4.60% - 5.50%
International equity	5.00%	5.00%	6.70%
Fixed income	1.60%	1.60%	--
Real estate funds	4.40%	4.40%	5.00%
Core bonds	--	--	1.60%
Core plus	--	--	2.10%
Absolute return	2.90%	--	--
Global infrastructure	3.90%	--	--

Rate of Return: For the year ended September 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 10.90%, 9.10%, and 8.61% for the Firefighters, Police, and Management and General Employees' Pension Plan, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount rate - The discount rate used to measure the total pension liability was 7.15%, 6.95% and 7.00% per annum for the Firefighters' Pension Plan, Police Employees' Pension Plan and the Management and General Employees' Pension Plan, respectively. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rates and that the Town contributions will be made at rates equal to the difference between actuarially determined contribution rates (statutorily required) and the member rates. Based on those assumptions, the fiduciary net position of the Plans was projected to be available to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Note 14 - Defined Benefit Pension Plans (continued)

D. Changes in the Net Pension (Asset) Liability

Firefighter's Pension Plan:

	Increase (Decrease)		
	Total Pension Liability (a)	**Plan Fiduciary Net Position (b)**	**Net Pension (Asset) Liability (a) - (b)**
Balances, as of September 30, 2021, Measurement Date	$ 166,016,521	$ 164,372,725	$ 1,643,796
Changes for the year:			
Service cost	4,783,942	-	4,783,942
Expected interest growth	12,418,841	-	12,418,841
Contributions - employer	-	5,059,129	(5,059,129)
Contributions - state	-	1,141,158	(1,141,158)
Contributions - members	-	1,532,647	(1,532,647)
Net investment income (loss)	-	(16,791,171)	16,791,171
Benefit payments, including refunds of member contributions	(6,969,453)	(6,969,453)	-
Change in assumptions	2,527,015	-	2,527,015
Demographic experience	3,847,326	-	3,847,326
Administrative expenses	-	(129,531)	129,531
Net changes	16,607,671	(16,157,221)	32,764,892
Balances, as of September 30, 2022, Measurement Date	$ 182,624,192	$ 148,215,504	$ 34,408,688

Police Employees' Pension Plan:

	Increase (Decrease)		
	Total Pension Liability (a)	**Plan Fiduciary Net Position (b)**	**Net Pension (Asset) Liability (a) - (b)**
Balances, as of September 30, 2021, Measurement Date	$ 228,257,902	$ 228,757,704	$ (499,802)
Changes for the year:			
Service cost	4,814,200	-	4,814,200
Expected interest growth	16,933,524	-	16,933,524
Contributions - employer	-	5,753,551	(5,753,551)
Contributions - state	-	1,043,745	(1,043,745)
Contributions - members	-	2,349,635	(2,349,635)
Contributions - buy back	-	150,331	(150,331)
Net investment income (loss)	-	(35,937,550)	35,937,550
Benefit payments, including refunds of member contributions	(11,463,383)	(11,463,383)	-
Demographic experience	4,929,304	-	4,929,304
Assumption changes	11,378,119	-	11,378,119
Administrative expenses	-	(212,769)	212,769
Net changes	26,591,764	(38,316,440)	64,908,204
Balances, as of September 30, 2022, Measurement Date	$ 254,849,666	$ 190,441,264	$ 64,408,402

Note 14 - Defined Benefit Pension Plans (continued)

Management and General Employees' Pension Plan:

	Increase (Decrease)		
	Total Pension Liability (a)	**Plan Fiduciary Net Position (b)**	**Net Pension (Asset) Liability (a) - (b)**
Balances, as of September 30, 2021, Measurement Date	$ 95,168,181	$ 106,267,900	$ (11,099,719)
Changes for the year:			
Service cost	4,081,936	-	4,081,936
Expected interest growth	6,846,670	-	6,846,670
Contributions - employer	-	3,237,324	(3,237,324)
Contributions - members	-	608,761	(608,761)
Net investment income (loss)	-	(14,315,876)	14,315,876
Benefit payments, including refunds of member contributions	(3,085,890)	(3,087,293)	1,403
Demographic experience	(3,059,823)	-	(3,059,823)
Administrative expenses	-	(86,925)	86,925
Change in benefit terms	921,768	-	921,768
Net changes	5,704,661	(13,644,009)	19,348,670
Balances, as of September 30, 2022, Measurement Date	$ 100,872,842	$ 92,623,891	$ 8,248,951

The net pension liability for the Management and General Employees' Pension Plan is allocated to the governmental activities and business-type activities based on the distribution of current year contributions to the Plan. At September 30, 2023, it is distributed 86% to governmental activities and 14% to business-type activities.

Sensitivity of the Net Pension Liability to Changes In the Discount Rate: The following presents the net pension liability of the Town, calculated using the discount rate of 7.15%, 6.95% and 7.00% for the Firefighters' Pension Plan, Police Employees' Pension Plan and the Management and General Employees' Pension Plan, respectively, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1.00% lower or 1.00% higher than the current discount rate:

	1% Decrease (6.15%)	Current Discount Rate (7.15%)	1% Increase (8.15%)
Firefighters' Pension Plan: Net Pension (Asset) Liability	$ 53,847,004	$ 34,408,688	$ 18,353,302

	1% Decrease (5.95%)	Current Discount Rate (6.95%)	1% Increase (7.95%)
Police Employees' Pension Plan: Net Pension (Asset) Liability	$ 94,227,609	$ 64,408,402	$ 39,903,157

Note 14 - Defined Benefit Pension Plans (continued)

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Management and General Employees':			
Net Pension (Asset) Liability	$ 22,967,923	$ 8,248,951	$ (3,667,962)

E. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2023, the Town recognized pension expense (credit) as follows:

	Firefighter's Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan	Total Pension Trust Funds
Total Pension Expense	$ 6,311,062	$ 15,123,858	$ 6,106,866	$ 27,541,786

At September 30, 2023, the Town reported deferred outflows of resources relating to pensions from the following sources:

Deferred Outflows:	Firefighters' Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan	Total Pension Trust Funds
Pension contributions subsequent to the measurement date	$ 6,713,476	$ 7,813,858	$ 2,298,961	$ 16,826,295
Net difference between projected and actual earnings on pension plan investments	10,650,024	26,616,028	10,863,475	48,129,527
Changes in assumptions	2,338,521	9,832,529	732,755	12,903,805
Difference between expected and actual experience	7,666,211	8,831,861	-	16,498,072
Total	$ 27,368,232	$ 53,094,276	$ 13,895,191	$ 94,357,699

The amounts reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as an increase in the net asset or a reduction of the net liability in the subsequent fiscal period, September 30, 2024.

Note 14 - Defined Benefit Pension Plans (continued)

At September 30, 2023, the Town reported deferred inflows of resources relating to pensions from the following sources:

Deferred Inflows:	Firefighters' Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan	Total Pension Trust Funds
Difference between expected and actual experience	$ -	$ -	$ 4,855,366	$ 4,855,366
Total	$ -	$ -	$ 4,855,366	$ 4,855,366

Amounts reported as deferred outflows/inflows of resources will be recognized in pension expense as follows:

Year Ending September 30,	Firefighters' Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan	Total Pension Trust Funds
2024	$ 3,468,392	$ 10,493,011	$ 1,712,693	$ 15,674,096
2025	3,272,880	8,414,263	1,154,558	12,841,701
2026	3,509,269	7,622,493	879,537	12,011,299
2027	6,834,315	12,404,817	3,388,949	22,628,081
2028	835,424	1,919,010	(394,873)	2,359,561
Thereafter	2,734,476	4,426,824	-	7,161,300
	$ 20,654,756	$ 45,280,418	$ 6,740,864	$ 72,676,038

Note 14 - Defined Benefit Pension Plans (continued)

F. Pension Trust Funds

The Town maintains three pension trust funds to account for its fiduciary responsibility. The following condensed statements present the net position restricted for pension benefits at September 30, 2023 and the changes in net position for the year then ended:

Condensed Statements of Net Position:

	Firefighters' Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan	Total Pension Trust Funds
Assets:				
Cash and cash equivalents	$ 10,884,671	$ 4,843,508	$ 1,403,864	$ 17,132,043
Investments	158,952,125	200,376,438	98,872,192	458,200,755
Receivables	273,165	208,485	45,354	527,004
Prepaid expenses	-	10,043	-	10,043
Total assets	170,109,961	205,438,474	100,321,410	475,869,845
Liabilities:				
Accounts payable	45,220	26,108.00	-	71,328
Total liabilities	45,220	26,108	-	71,328
Deferred inflows:				
Advanced contributions from employer	4,823,922	-	-	4,823,922
Total deferred inflows	4,823,922	-	-	4,823,922
Net position restricted for pensions	$ 165,240,819	$ 205,412,366	$ 100,321,410	$ 470,974,595

Condensed Statements of Changes in Net Position:

	Firefighters' Pension Plan	Police Employees' Pension Plan	Management and General Employees' Pension Plan	Total Pension Trust Funds
Additions:				
Contributions	$ 8,288,760	$ 10,719,242	$ 2,944,374	$ 21,952,376
Net investment income (loss)	14,678,113	17,603,864	8,067,818	40,349,795
Other income	833	39,785	-	40,618
Total additions	22,967,706	28,362,891	11,012,192	62,342,789
Deductions:				
Benefits paid	5,767,613	13,132,170	2,826,641	21,726,424
Refunds of contributions	16,819	65,158	402,326	484,303
Administrative expenses	157,959	194,461	85,706	438,126
Total deductions	5,942,391	13,391,789	3,314,673	22,648,853
Change in net position	$ 17,025,315	$ 14,971,102	$ 7,697,519	$ 39,693,936

Note 15 - Other Post-Employment Benefits (OPEB)

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* specifies that governments must recognize their total OPEB liability (asset) and related deferred outflows of resources, deferred inflows of resources, and OPEB expense in the financial statements based on the actuarial present value of projected benefit payments.

Pursuant to Section 112.081, Florida Statutes, the Town is required to permit eligible retirees and their eligible dependents to participate in the Town's health insurance program at a cost to the retiree that is no greater than the cost at which coverage is available for active employees. The Town does not provide retirees with any subsidy for this benefit.

The Town elected to establish an irrevocable other post-employment benefit ("OPEB") trust and began funding the obligation during fiscal year 2009, leaving no unfunded obligation.

Plan Description: In September 2008, the Town established the OPEB Trust, a single employer defined benefit health care plan for all of its employees except for part-time employees and full-time employees who either resign or are terminated. The Town Council is authorized to establish and amend benefit levels, subject to minimum requirements set forth by Florida Statutes, and to approve the actuarial assumptions used in the determination of contribution levels. The plan does not issue a separate financial report.

As of October 1, 2020, employee membership data related to the OPEB Plan was as follows:

Inactive employees:	
Retirees and beneficiaries currently receiving benefits	39
Active plan participants	683
Total	722

Actuarial Methods and Assumptions: The actuarial valuation of the calculation of OPEB involves estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the Town and plan members) and include the types of benefits in force at the valuation date and the historical pattern of sharing benefit costs between the Town and the plan members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

Funding Policy: The plan allows its employees and their beneficiaries, at their own cost to continue to obtain health, dental and other insurance benefits upon retirement. The Town does not directly make a contribution to the plan on behalf of retirees. Retirees and their beneficiaries pay the same group rates as are charged to the Town for active employees. However, the Town's actuaries, in their actuarial valuation, consider an offset to the cost of these benefits as an Employer Contribution, based upon an implicit rate subsidy. This offset generally equals the total age-adjusted costs paid by the Town or its active employees for coverage of the retirees, and their dependents for the year, net of the retiree's own payments for the year.

Note 15 - Other Post-Employment Benefits (OPEB) (continued)

Actuarially Determined Contribution Requirements and Contributions Made: Since inception, the Town has contributed $ 968,000 to the plan through the Florida League of Cities-Florida Municipal Pension Trust Fund (FMPTF) to pre-fund the Town's OPEB costs. There were no employer/employee contributions made to the plan during the current year.

OPEB Trust Fund: The Town maintains an OPEB trust fund to account for its fiduciary responsibility, but there are no annual minimum required employer contributions. The following condensed statements present the net position restricted for OPEB benefits at September 30, 2023 and the changes in net position for the year then ended:

Condensed Statement of Net Position:

		OPEB Trust
Assets:		
Investments	$	2,955,633
Total assets		2,955,633
Liabilities:		
Payable for securities purchased		20,545
Total liabilities		20,545
Net position restricted for other post-employment benefits	$	2,935,088

Condensed Statement of Changes in Net Position:

		OPEB Trust
Additions:		
Net investment income (loss)	$	242,098
Total additions, net		242,098
Deductions:		
Administrative expenses		8,482
Total deductions		8,482
Change in net position	$	233,616

Note 15 - Other Post-Employment Benefits (OPEB) (continued)

Investment Policy: The Town's policy in regard to the allocation of invested assets is established and may be amended by the Town's Council. Plan assets are managed on total return basis with long-term objective of achieving and maintaining a fully funded status for the benefits provided through the OPEB plan. The following is the adopted target asset allocation:

Asset Class	Target Allocation
Core bonds	15.00%
Core plus	15.00%
U.S. large cap equity	25.00%
U.S. small cap equity	14.00%
Non-U.S. equity	21.00%
Core real estate	10.00%
Total	100.00%

Rate of Return: For the year ended September 30, 2023, the annual money-weighted rate of return, net of investment expense, was 8.61 %. The money weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

In accordance with the provisions of GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, the Plan did not have concentrations (individual investment; 5% or more of fiduciary net position) that required disclosure.

Net OPEB (Asset) Liability of the Town: The components of the net OPEB (asset) liability of the Town at September 30, 2023 were as follows:

Total OPEB liability	$	-
Plan fiduciary net position		(2,701,472)
Town's net OPEB (asset) liability	$	(2,701,472)
Plan fiduciary net position as a percentage of total OPEB liability (asset)		N/A

For governmental activities, net other post employment obligations are generally liquidated by the General Fund.

Actuarial Assumptions: The total OPEB liability at September 30, 2023 was determined by using an actuarial valuation as of October 1, 2020, with update procedures used to roll-forward the total net OPEB (asset) liability to September 30, 2022 (measurement date). The actuarial valuation used the following actuarial assumptions:

Retirement age:	Firefighters and police officers retirement is assumed at the earlier of age 55 with 10 years of service or any age with 20 to 24 years of service, based on date of hire. Management employees retirement is assumed at the earlier of age 52 with 3 years service or age 48 with 20 years of service. General employees retirement is assumed at the earlier of age 60/65 with 6/10 years of service or age 56/60 with 30 years of service, based on date of hire.

Note 15 - Other Post-Employment Benefits (OPEB) (continued)

Healthcare cost trend rates:	Increases in healthcare costs are assumed to be 7.00% for the 2020-2021 fiscal year graded down by 0.50% per year to 5.00% for the 2024-2025 and later fiscal years.
Discount rate:	7.00% per annum; this rate was used to discount all future benefit payments and is based on the expected long-term return on assets, which was determined as of the valuation date by the Asset Consulting Group.
Cost-of-living increases:	Retiree contributions and health insurance claims have been assumed to increase in accordance with the healthcare cost trend rates.
Inflation:	2.62%
Salary increases:	3.00% per annum.
Investment rate of returns:	7.00% per annum.
Mortality:	Sex-distinct rates set forth in the PUB-2010 Mortality Table, with full generational improvements in mortality using Scale MP-2018.

Changes in the Net OPEB (Asset) Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	**Plan Fiduciary Net Position (b)**	**Net OPEB (Asset) Liability (a) - (b)**
Balances, as of September 30, 2021, Measurement Date	$ -	$ 3,147,071	$ (3,147,071)
Changes for the year:			
Net investment income (loss)	-	(430,008)	430,008
Administrative expenses	-	(15,591)	15,591
Net changes	-	(445,599)	445,599
Balances, as of September 30, 2022, Measurement Date	$ -	$ 2,701,472	$ (2,701,472)

Note 15 - Other Post-Employment Benefits (OPEB) (continued)

Long-term Expected Rate of Return: The long-term expected rate of return on OPEB investments was determined using a building-block method in which best-estimate ranges of future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates for each major asset class included in the target asset allocation are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return
Core bonds	1.60%
Core plus	2.10%
U.S. large cap equity	4.60%
U.S. small cap equity	5.50%
Non-U.S. equity	6.70%
Core real estate	5.00%

Discount rate - The discount rate used to measure the total OPEB liability was 7.00% per annum. The OPEB's plan fiduciary net position is projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Sensitivity of the Net OPEB (Asset) Liability to Changes In the Discount Rate: The following presents the net OPEB (asset) liability of the Town, calculated using the discount rate of 7.00%, as well as what the Town's net OPEB (asset) liability would be if it were calculated using a discount rate that is 1.00% lower or 1.00% higher than the current discount rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net OPEB (Asset) Liability	$ (2,701,472)	$ (2,701,472)	$ (2,701,472)

Sensitivity of the Net OPEB (Asset) Liability to Changes In the Healthcare Cost Trends Rates: The following presents the net OPEB (asset) liability of the Town, calculated using current health care cost trend rates, as well as what the Town's net OPEB (asset) liability would be if it were calculated using healthcare trend rates that are 1.00% lower or 1.00% higher than the current healthcare cost trend rates:

	1% Decrease (6.00% graded down to 4.00%)	Healthcare Cost Trend Rates (7.00% graded down to 5.00%)	1% Increase (8.00% graded down to 6.00%)
Net OPEB (Asset) Liability	$ (2,701,472)	$ (2,701,472)	$ (2,701,472)

Note 15 - Other Post-Employment Benefits (OPEB) (continued)

OPEB Expense (Credit) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2023, the Town recognized OPEB expense (credit) of $ (326,233).

At September 30, 2023, the Town reported deferred outflows/inflows of resources relating to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Demographic experience	$ -	$ 1,328,102
Assumption changes	81,651	-
Net difference between projected and actual earnings on OPEB plan investments	336,209	-
	$ 417,860	$ 1,328,102

Amounts reported as deferred outflows/inflows of resources will be recognized in OPEB expense as follows:

Year Ending September 30,	Amount
2024	$ (119,158)
2025	(125,830)
2026	(127,848)
2027	(62,409)
2028	(181,992)
Thereafter	(293,005)
	$ (910,242)

Note 16 - Stewardship and Accountability

Budget: The Town is required to establish a budgetary system and an approved Annual Budget. Annual Budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds with the exception of the Capital Projects Fund. All appropriations lapse at fiscal year-end. Appropriations at the year-end that are encumbered are brought forward and become part of the subsequent year's original budget.

Note 17 - Pronouncements Issued, But Not Yet Adopted

The GASB has issued several Statements not yet implemented by the Town. The Statements which might impact the Town are as follows:

Note 17 - Pronouncements Issued, But Not Yet Adopted (continued)

Governmental Accounting Standards Board Statement No. 99. In April 2022, GASB Statement No. 99, Omnibus 2022. The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB statements and (2) accounting and financial reporting for financial guarantees. GASB Statement No. 99 is effective upon issuance except for requirements related to leases, PPPs, and SBITAs which are effective for fiscal years beginning after June 15, 2022, and requirements related to financial guarantees and the classification and reporting of derivative instructions within the scope of Statement No. 53 are effective for fiscal years beginning after June 15, 2023.

Governmental Accounting Standards Board Statement No. 100. In June 2022, GASB Statement No. 100, Accounting Changes and Error Corrections—An Amendment of GASB Statement No. 62. The primary objective of this statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. GASB Statement No. 100 is effective for fiscal years beginning after June 15, 2023.

Governmental Accounting Standards Board Statement No. 101. In June 2022, GASB Statement No. 101, Compensated Absences. The objective of this statement is to better meet the information needs of financial users by updating the recognition and measurement guidance for compensated absences. The objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain required disclosures. GASB Statement No. 101 is effective for fiscal years beginning after December 15, 2023.

The Town's management has not yet determined the effect these Statements will have on the Town's financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Town of Davie, Florida
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	$ 69,409,440	$ 69,409,440	$ 70,019,619	$ 610,179
Utility service taxes	9,774,000	9,774,000	11,320,472	1,546,472
Franchise fees	11,211,356	11,517,198	13,674,638	2,157,440
Intergovernmental	14,984,566	14,964,566	18,255,501	3,290,935
Other general taxes	4,035,000	4,035,000	4,204,603	169,603
Permits and fees	5,985,620	6,359,385	9,709,524	3,350,139
Charges for services	17,884,219	17,798,919	20,226,484	2,427,565
Fire assessments	13,367,500	13,367,500	13,666,647	299,147
Fines and forfeitures	1,281,700	1,281,700	1,584,093	302,393
Investment income	1,400,000	1,665,000	6,161,346	4,496,346
Miscellaneous	3,774,530	3,649,530	3,784,352	134,822
Total revenues	153,107,931	153,822,238	172,607,279	18,785,041
Expenditures:				
General government:				
General services department:				
Personnel services	7,707,716	7,705,463	7,168,177	537,286
Operating	5,695,965	6,050,800	4,582,148	1,468,652
Capital outlay	107,130	110,475	418,070	(307,595)
	13,510,811	13,866,738	12,168,395	1,698,343
Building and engineering division:				
Personnel services	5,971,887	6,179,435	5,413,477	765,958
Operating	1,564,374	1,838,654	1,358,390	480,264
Capital outlay	14,780	26,510	10,913	15,597
	7,551,041	8,044,599	6,782,780	1,261,819
Total general government	21,061,852	21,911,337	18,951,175	2,960,162
Public safety:				
Police department:				
Personnel services	47,393,633	47,148,058	45,643,041	1,505,017
Operating	10,839,908	10,984,170	9,550,370	1,433,800
Capital outlay	718,184	733,384	2,956,551	(2,223,167)
	58,951,725	58,865,612	58,149,962	715,650
Fire department:				
Personnel services	34,989,686	34,978,873	32,816,448	2,162,425
Operating	6,377,995	6,518,995	5,646,274	872,721
Capital outlay	263,000	275,000	114,665	160,335
	41,630,681	41,772,868	38,577,387	3,195,481
Total public safety	100,582,406	100,638,480	96,727,349	3,911,131

See notes to required supplementary information Budgetary Comparison Schedule

Town of Davie, Florida
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended September 30, 2023
(continued)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Expenditures (continued):				
Public works:				
Personnel services	5,234,357	4,946,380	4,548,002	398,378
Operating	6,722,011	6,780,188	6,212,317	567,871
Capital outlay	125,000	335,073	316,143	18,930
Total public works	12,081,368	12,061,641	11,076,462	985,179
Parks, recreation and cultural arts:				
Personnel services	4,051,061	4,023,561	3,685,386	338,175
Operating	3,121,059	3,216,270	2,804,810	411,460
Capital outlay	179,000	231,289	189,008	42,281
Total parks, recreation and cultural arts	7,351,120	7,471,120	6,679,204	791,916
Non-departmental:				
Operating	3,948,274	3,644,348	1,464,085	2,180,263
Capital outlay	-	16,859	16,859	-
Total non-departmental	3,948,274	3,661,207	1,480,944	2,180,263
Debt service:				
Principal and SBITA	2,295,000	2,295,000	3,427,429	(1,132,429)
Interest and other fiscal charges	336,265	336,265	355,836	(19,571)
Total debt service	2,631,265	2,631,265	3,783,265	(1,152,000)
Total expenditures	147,656,285	148,375,050	138,698,399	9,676,651
Excess (deficiency) of revenues over expenditures	5,451,646	5,447,188	33,908,880	28,461,692
Other Financing Sources (Uses):				
Appropriated (excess) fund balance	1,372,785	9,487,567	-	(9,487,567)
Transfers in	2,503,554	2,536,086	1,536,086	(1,000,000)
Transfers out	(9,327,985)	(17,470,841)	(17,289,667)	181,174
SBITA	-	-	3,255,293	3,255,293
Total other financing sources (uses)	(5,451,646)	(5,447,188)	(12,498,288)	(7,051,100)
Net change in fund balance	$ -	$ -	21,410,592	$ 21,410,592
Fund balance, beginning of year			107,908,783	
Fund balance, end of year			$ 129,319,375	

See notes to required supplementary information Budgetary Comparison Schedule

Town of Davie, Florida
Community Endowment Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Franchise fees	$ 70,000	$ 70,000	$ 64,168	$ (5,832)
Investment income	-	-	12,484	12,484
Miscellaneous	200	200	-	(200)
Total revenues	70,200	70,200	76,652	6,452
Expenditures:				
General government:				
General services department:				
Operating	112,576	112,576	106,103	6,473
Total expenditures	112,576	112,576	106,103	6,473
Excess (deficiency) of revenues over expenditures	(42,376)	(42,376)	(29,451)	12,925
Other Financing Sources (Uses):				
Appropriated (excess) fund balance	42,376	42,376	-	(42,376)
Total other financing sources (uses)	42,376	42,376	-	(42,376)
Net change in fund balance	$ -	$ -	(29,451)	$ (29,451)
Fund balance, beginning of year			142,323	
Fund balance, end of year			$ 112,872	

See notes to required supplementary information Budgetary Comparison Schedule

Town of Davie, Florida
Community Redevelopment Agency
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Intergovernmental	$ 4,291,400	$ 4,276,500	$ 4,276,592	$ 92
Charges for services	-	14,900	15,066	166
Investment income	15,000	15,000	137,099	122,099
Total revenues	4,306,400	4,306,400	4,428,757	122,357
Expenditures:				
General government:				
General services department:				
Personnel services	341,499	341,499	307,387	34,112
Operating	4,220,095	3,993,832	1,153,373	2,840,459
Capital outlay	6,767,200	5,701,290	3,765,545	1,935,745
Total general government	11,328,794	10,036,621	5,226,305	4,810,316
Debt service:				
Principal	1,555,573	1,555,573	1,555,571	2
Interest and other fiscal charges	158,133	158,133	158,131	2
Total debt service	1,713,706	1,713,706	1,713,702	4
Total expenditures	13,042,500	11,750,327	6,940,007	4,810,320
Excess (deficiency) of revenues over expenditures	(8,736,100)	(7,443,927)	(2,511,250)	4,932,677
Other Financing Sources (Uses):				
Appropriated (excess) fund balance	5,948,365	4,656,192	-	(4,656,192)
Transfers in	3,787,735	3,787,735	3,787,061	(674)
Transfers out	(1,000,000)	(1,000,000)	-	1,000,000
Total other financing sources (uses)	8,736,100	7,443,927	3,787,061	(3,656,866)
Net change in fund balance	$ -	$ -	1,275,811	$ 1,275,811
Fund balance, beginning of year			656,191	
Fund balance, end of year			$ 1,932,002	

See notes to required supplementary information Budgetary Comparison Schedule

Town of Davie, Florida
ARPA
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	$ 17,934,130	$ 17,934,130	$ 2,438,143	$ (15,495,987)
Total revenues	17,934,130	17,934,130	2,438,143	(15,495,987)
Expenditures:				
General government:				
Capital outlay	17,934,130	17,934,130	2,438,143	15,495,987
Total expenditures	17,934,130	17,934,130	2,438,143	15,495,987
Excess (deficiency) of revenues over expenditures	-	-	-	-
Net change in fund balance	$ -	$ -	-	$ -
Fund balance, beginning of year			-	
Fund balance, end of year			$ -	

See notes to required supplementary information Budgetary Comparison Schedule

1. Budgets and Budgetary Accounting

An annual appropriated budget is adopted for all governmental funds with the exception of the Capital Projects Fund. In September, formal public hearings are conducted to obtain taxpayers' comments. Prior to October 1, the budget is legally adopted. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles ("GAAP").

Per the Town's Charter, intradepartmental budget transfers of $ 5,000 and under may be approved by the Town Administrator and carried out by the Budget and Finance Department. Budget transfers exceeding $ 5,000, budget transfers between departments in the same fund, and all budget amendments require approval by the Town Council. The Town Administrator may approve some intradepartmental transfers over $ 5,000 if the Town Council has delegated such authority for the fiscal year and so long as the net change to a department's total appropriation is zero. The level of budgetary control is established at the department level. All appropriations lapse at the end of the fiscal period.

Town of Davie, Florida
Required Supplementary Information
Schedule of Changes in Net Pension (Asset) Liability and Related Ratios - Firefighters' Pension Plan
(Unaudited)

Fiscal Year:	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Measurement Date:	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability										
Service cost	$ 5,127,830	$ 4,783,942	$ 4,635,251	$ 4,334,532	$ 4,249,641	$ 4,094,128	$ 3,736,220	$ 3,763,362	$ 3,662,229	$ 4,492,271
Expected interest growth	12,958,656	12,418,841	11,551,244	10,914,826	10,457,898	9,741,256	8,870,894	7,880,847	7,534,708	6,644,317
Demographic experience	(2,858,065)	3,847,326	1,731,765	1,690,491	655,040	2,287,868	1,857,324	(1,334,314)	2,896,606	-
Changes of assumptions	1,808,977	2,527,015	1,011,838	(4,088,573)	1,420,307	491,896	4,290,680	1,123,055	(12,277,911)	-
Benefit payments, including refunds of member contributions	(5,784,432)	(6,969,453)	(7,541,897)	(7,568,321)	(4,870,970)	(4,382,442)	(3,897,474)	(5,231,413)	(4,807,524)	(3,462,249)
Net change in total pension liability	11,252,966	16,607,671	11,388,201	5,282,955	11,911,916	12,232,706	14,857,644	6,201,537	(2,991,892)	7,674,339
Total pension liability - beginning	182,624,192	166,016,521	154,628,320	149,345,365	137,433,449	125,200,743	110,343,099	104,141,562	107,133,454	99,459,115
Total pension liability - ending (A)	$ 193,877,158	$ 182,624,192	$ 166,016,521	$ 154,628,320	$ 149,345,365	$ 137,433,449	$ 125,200,743	$ 110,343,099	$ 104,141,562	$ 107,133,454
Plan fiduciary net position										
Contributions - employer	$ 5,177,744	$ 5,059,129	$ 5,018,496	$ 4,764,356	$ 5,270,253	$ 5,319,720	$ 5,111,468	$ 3,892,289	$ 4,216,386	$ 4,036,070
Contributions - members	1,575,284	1,532,647	1,506,463	1,447,141	1,490,415	1,340,288	1,281,189	1,102,176	1,060,367	1,122,208
Contributions - state	1,535,732	1,141,158	1,045,628	994,485	952,655	872,448	886,398	919,987	984,329	966,799
Net investment and other income (loss) and other	14,678,946	(16,791,171)	30,625,461	10,281,303	4,916,515	10,947,094	11,650,504	8,278,023	848,808	7,424,391
Benefit payments, including refunds of member contributions	(5,784,432)	(6,969,453)	(7,541,897)	(7,568,321)	(4,870,970)	(4,382,442)	(3,897,474)	(5,231,413)	(4,807,524)	(3,462,249)
Administrative expenses	(157,959)	(129,531)	(125,172)	(121,625)	(134,572)	(143,489)	(128,754)	(148,650)	(144,044)	(126,638)
Net change in plan fiduciary net position	17,025,315	(16,157,221)	30,528,979	9,797,339	7,624,296	13,953,619	14,903,331	8,812,412	2,158,322	9,960,581
Plan fiduciary net position - beginning	148,215,504	164,372,725	133,843,746	124,046,407	116,422,111	102,468,492	87,565,161	78,752,749	76,594,427	66,633,846
Plan fiduciary net position - ending (B)	$ 165,240,819	$ 148,215,504	$ 164,372,725	$ 133,843,746	$ 124,046,407	$ 116,422,111	$ 102,468,492	$ 87,565,161	$ 78,752,749	$ 76,594,427
Town's net pension (asset) liability- ending (A) - (B)	$ 28,636,339	$ 34,408,688	$ 1,643,796	$ 20,784,574	$ 25,298,958	$ 21,011,338	$ 22,732,251	$ 22,777,938	$ 25,388,813	$ 30,539,027
Plan fiduciary net position as a percentage of the total pension liability	85.23%	81.16%	99.01%	86.56%	83.06%	84.71%	81.84%	79.36%	75.62%	71.49%
Covered payroll	$ 16,879,579	$ 16,124,627	$ 15,689,368	$ 15,008,291	$ 14,614,321	$ 13,995,127	$ 13,101,270	$ 10,905,908	$ 12,095,009	$ 12,085,728
Town's net pension (asset) liability as percentage of covered payroll	169.65%	213.39%	10.48%	138.49%	173.11%	150.13%	173.51%	208.86%	209.91%	252.69%

Town of Davie, Florida
Required Supplementary Information
Schedule of Changes in Net Pension (Asset) Liability and Related Ratios -
Police Employees' Pension Plan
(Unaudited)

Fiscal Year:	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Measurement Date:	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability										
Service cost	$ 4,848,712	$ 4,814,200	$ 4,499,322	$ 4,362,363	$ 4,413,896	$ 4,574,502	$ 4,567,940	$ 4,172,243	$ 4,080,569	$ 3,065,753
Expected interest growth	17,476,327	16,935,970	16,071,892	15,293,941	14,835,448	13,924,970	12,970,707	11,090,225	10,820,739	10,387,808
Demographic experience	(1,714,601)	4,929,304	588,690	2,795,825	2,026,532	497,848	5,256,258	229,588	(698,115)	-
Changes of assumptions	-	11,378,119	2,211,069	(6,550,964)	-	3,193,344	5,409,186	-	21,912,756	-
Benefit payments, including refunds of member contributions	(13,197,328)	(11,393,003)	(10,003,426)	(8,645,596)	(10,013,274)	(6,438,104)	(6,036,548)	(6,691,573)	(7,246,724)	(5,771,558)
Net change in total pension liability	7,413,110	26,664,590	13,367,547	7,255,569	11,262,602	15,752,560	22,167,543	8,800,483	28,869,225	7,682,003
Total pension liability - beginning	254,922,492	228,257,902	214,890,355	207,634,786	196,372,184	180,619,624	158,452,081	149,651,598	120,782,373	113,100,370
Total pension liability - ending (A)	$ 262,335,602	$ 254,922,492	$ 228,257,902	$ 214,890,355	$ 207,634,786	$ 196,372,184	$ 180,619,624	$ 158,452,081	$ 149,651,598	$ 120,782,373
Plan fiduciary net position										
Contributions - employer	$ 6,566,449	$ 5,753,551	$ 6,210,000	$ 6,367,000	$ 6,625,000	$ 6,223,000	$ 6,472,000	$ 5,672,500	$ 5,797,600	$ 5,503,045
Contributions - state	1,247,409	1,043,745	1,000,965	1,055,365	1,051,508	938,653	905,664	858,749	784,261	747,469
Contributions - members	2,905,384	2,349,635	1,473,942	1,456,925	1,442,754	1,382,963	1,417,689	1,359,147	1,128,753	1,670,986
Contributions - buy back	-	150,331	271,029	45,108	12,888	643,473	686,748	365,598	256,789	-
DROP account	-	-	594,364	754,421	557,598	431,816	129,155	221,440	106,274	-
Net investment income (loss) and other	17,643,649	(35,937,550)	39,822,297	15,746,361	3,714,484	13,757,131	16,147,239	10,696,539	844,685	9,398,648
Benefit payments, including refunds of member contributions	(13,197,328)	(11,463,383)	(10,003,426)	(8,645,596)	(10,013,274)	(6,438,104)	(6,036,548)	(6,691,573)	(7,246,724)	(5,771,558)
Administrative expenses	(194,461)	(212,769)	(183,548)	(190,823)	(206,958)	(200,479)	(197,732)	(192,512)	(152,164)	(171,358)
Net change in plan fiduciary net position	14,971,102	(38,316,440)	39,185,623	16,588,761	3,184,000	16,738,453	19,524,215	12,289,888	1,519,474	11,377,232
Plan fiduciary net position - beginning	190,441,264	228,757,704	189,572,081	172,983,320	169,799,320	153,060,867	133,536,652	121,246,764	119,727,290	108,350,058
Plan fiduciary net position - ending (B)	$ 205,412,366	$ 190,441,264	$ 228,757,704	$ 189,572,081	$ 172,983,320	$ 169,799,320	$ 153,060,867	$ 133,536,652	$ 121,246,764	$ 119,727,290
Town's net pension (asset) liability- ending (A) - (B)	$ 56,923,236	$ 64,481,228	$ (499,802)	$ 25,318,274	$ 34,651,466	$ 26,572,864	$ 27,558,757	$ 24,915,429	$ 28,404,834	$ 1,055,083
Plan fiduciary net position as a percentage of the total pension liability	78.30%	74.71%	100.22%	88.22%	83.31%	86.47%	84.74%	84.28%	81.02%	99.13%
Covered payroll	$ 15,475,959	$ 15,654,087	$ 15,490,823	$ 15,564,522	$ 15,236,338	$ 15,388,083	$ 15,278,632	$ 14,068,195	$ 13,411,960	$ 13,916,944
Town's net pension (asset) liability as percentage of covered payroll	367.82%	411.91%	-3.23%	162.67%	227.43%	172.68%	180.37%	177.10%	211.79%	7.58%

Town of Davie, Florida
Required Supplementary Information
Schedule of Changes in Net Pension (Asset) Liability and Related Ratios -
Management and General Employees' Pension Plan
(Unaudited)

Fiscal Year:	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Measurement Date:	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Total pension liability										
Service cost	$ 4,398,174	$ 4,081,936	$ 3,846,854	$ 3,783,983	$ 3,754,711	$ 3,706,722	$ 3,664,762	$ 2,927,750	$ 1,955,824	$ 2,250,901
Expected interest growth	7,259,193	6,846,670	6,473,034	6,040,080	5,645,966	5,281,827	4,294,721	3,100,243	4,028,736	3,255,473
Demographic experience	(839,850)	(3,059,823)	(902,598)	(1,403,868)	(1,666,386)	(1,804,327)	99,312	(972,917)	(449,761)	-
Change of assumptions and benefit terms	-	921,768	(1,654,672)	-	-	-	7,656,456	12,806,161	(5,257,095)	-
Benefit payments, including refunds of member contributions	(3,228,967)	(3,085,890)	(2,544,828)	(2,091,222)	(1,976,083)	(1,946,180)	(1,578,479)	(1,400,451)	(1,298,996)	(1,154,833)
Net change in total pension liability	7,588,550	5,704,661	5,217,790	6,328,973	5,758,208	5,238,042	14,136,772	16,460,786	(1,021,292)	4,351,541
Total pension liability - beginning	100,872,842	95,168,181	89,950,391	83,621,418	77,863,210	72,625,168	58,488,396	42,027,610	43,048,902	38,697,361
Total pension liability - ending (A)	$ 108,461,392	$ 100,872,842	$ 95,168,181	$ 89,950,391	$ 83,621,418	$ 77,863,210	$ 72,625,168	$ 58,488,396	$ 42,027,610	$ 43,048,902
Plan fiduciary net position										
Contributions - employer	$ 2,298,961	$ 3,237,324	$ 3,753,438	$ 3,895,203	$ 4,029,322	$ 4,389,592	$ 2,995,010	$ 2,951,697	$ 2,885,279	$ 3,388,803
Contributions - members	645,777	608,761	566,736	544,347	495,591	481,568	446,412	417,945	363,834	204,808
Contributions - buy back	-	-	-	-	313,056	-	-	-	-	-
Net investment income (loss)	8,067,816	(14,315,876)	17,538,904	5,406,011	4,259,240	5,065,294	7,747,395	4,102,297	(31,289)	3,755,706
Benefit payments, including refunds of member contributions	(3,228,967)	(3,087,293)	(2,558,794)	(2,117,320)	(1,998,008)	(1,965,892)	(1,596,059)	(1,415,811)	(1,242,993)	(1,223,456)
Administrative expenses	(85,705)	(86,925)	(101,211)	(93,136)	(92,337)	(91,507)	(94,733)	(98,335)	(112,831)	(98,690)
Net change in plan fiduciary net position	7,697,882	(13,644,009)	19,199,073	7,635,105	7,006,864	7,879,055	9,498,025	5,957,793	1,862,000	6,027,171
Plan fiduciary net position - beginning	92,623,891	106,267,900	87,068,827	79,433,722	72,426,858	64,547,803	55,049,778	49,091,985	47,229,985	41,202,814
Plan fiduciary net position - ending (B)	$ 100,321,773	$ 92,623,891	$ 106,267,900	$ 87,068,827	$ 79,433,722	$ 72,426,858	$ 64,547,803	$ 55,049,778	$ 49,091,985	$ 47,229,985
Town's net pension (asset) liability- ending (A) - (B)	$ 8,139,619	$ 8,248,951	$ (11,099,719)	$ 2,881,564	$ 4,187,696	$ 5,436,352	$ 8,077,365	$ 3,438,618	$ (7,064,375)	$ (4,181,083)
Plan fiduciary net position as a percentage of the total pension liability	92.50%	91.82%	111.66%	96.80%	94.99%	93.02%	88.88%	94.12%	116.81%	109.71%
Covered payroll	$ 22,629,478	$ 21,400,737	$ 20,078,565	$ 18,916,341	$ 18,315,307	$ 17,699,671	$ 16,597,598	$ 14,841,440	$ 13,954,054	$ 12,904,184
Town's net pension (asset) liability as percentage of covered payroll	35.97%	38.55%	-55.28%	15.23%	22.86%	30.71%	48.67%	23.17%	-50.63%	-32.40%

Town of Davie, Florida
Required Supplementary Information
Schedule of Town Contributions -
Firefighters' Pension Plan
(Dollar Amounts in Thousands)
(Unaudited)

Fiscal Year Ended September 30,:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	$ 6,927	$ 6,400	$ 6,258	$ 6,031	$ 6,350	$ 6,210	$ 5,992	$ 4,740	$ 5,076	$ 4,892
Contributions in relation to the actuarially determined contribution	6,927	6,400	6,258	6,031	6,350	6,210	5,992	4,740	5,076	4,892
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 16,880	$ 16,125	$ 15,689	$ 15,008	$ 14,614	$ 13,995	$ 13,101	$ 10,906	$ 12,095	$ 11,510
Contributions as a percentage of covered payroll	41.0%	39.7%	39.9%	40.2%	43.5%	44.4%	45.7%	43.5%	42.0%	42.5%

Notes to Schedule:

Valuation date:	October 1, 2022
Methods and assumptions used to determine contribution rates:	
Actuarial cost method	Entry-Age-Normal.
Asset valuation method	Phasing in the deviations between the actual and expected return on assets at the rate of 25% per year. The actuarial value is then adjusted, if necessary, to be within the corridor of 80% to 120% of the market value of assets.
Investment rate of return	7.05%, net of pension investment expense.
Projected salary increases	5.00%
Inflation	3.00%
Retirement rates	For Tier 1 - Ranging from 20 years of service at 50% to 25 years of service or more at 100%. For Tier 2 - Ranging from 20 years of service at 25% to 24 years of service or more at 100%. Age 55 with 10 or more years of credited service, 100% of retiring upon eligibility.
Mortality	Mortality rates are calculated with the PUB-2010, Scale MP-2018 Mortality Table with separate rates for males and females. For disabled participants, the 20%/80% PUB-2010, Scale MP-2018 Disability Table was used with separate rates for males and females.
Changes from most recent valuation	The assumed fund investment return was changed from 7.15% to 7.05%.

For additional information related to this schedule as a whole, please refer to the stand-alone audited report dated January 25, 2024.

Town of Davie, Florida
Required Supplementary Information
Schedule of Town Contributions -
Police Employees' Pension Plan
(Dollar Amounts in Thousands)
(Unaudited)

Fiscal Year Ended September 30,:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	$ 8,901	$ 7,016	$ 7,088	$ 7,115	$ 7,175	$ 7,171	$ 7,272	$ 6,419	$ 6,361	$ 6,430
Contributions in relation to the actuarially determined contribution	8,901	7,016	7,088	7,115	7,175	7,171	7,272	6,419	6,361	6,430
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 15,475	$ 15,654	$ 15,491	$ 15,565	$ 15,236	$ 15,388	$ 15,279	$ 14,068	$ 13,412	$ 13,917
Contributions as a percentage of covered payroll	57.5%	44.8%	45.8%	45.7%	47.1%	46.6%	47.6%	45.6%	47.4%	46.2%

Notes to Schedule:

Valuation date:	October 1, 2022
Methods and assumptions used to determine contribution rates:	
Actuarial cost method	Entry-Age-Normal.
Asset valuation method	Determined by smoothing the differences between the actual investment earnings and assumed investment return over four years (limited to between 80% and 120% of the market value).
Investment rate of return	6.95%, net of pension investment expense.
Projected salary increases	5.50%
Inflation	3.00%
Retirement rates	Participants with 20 or more years of benefit service: ranging from 20 years of service at 65% to 25 years of service and over at 100%. Participants who attain age 55 with 10 or more years of benefit service, 100% of retiring upon eligibility.
Mortality	Mortality rates are calculated with the PUB-2010, Scale MP-2018 Mortality Table with separate rates for males and females. For disabled participants, the 80% PUB-2010, Scale MP-2018 Disability Table was used with separate rates for males and females.
Changes from most recent valuation	The actuarial value of assets is determined by smoothing the difference between actual investment earnings and assumed investment return over four years; instead of three years.

For additional information related to this schedule as a whole, please refer to the stand-alone audited report dated February 13, 2024.

Town of Davie, Florida
Required Supplementary Information
Schedule of Town Contributions -
Management and General Employees' Pension Plan
(Dollar Amounts in Thousands)
(Unaudited)

Fiscal Year Ended September 30,:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	$ 2,299	$ 3,236	$ 3,616	$ 3,790	$ 3,944	$ 4,502	$ 3,253	$ 3,091	$ 3,062	$ 3,007
Contributions in relation to the actuarially determined contribution	2,299	3,236	3,739	3,869	4,007	4,370	2,977	2,936	2,873	3,389
Contribution deficiency (excess)	$ -	$ -	$ (123)	$ (79)	$ (63)	$ 132	$ 276	$ 155	$ 189	$ (382)
Covered payroll	$ 22,629	$ 21,401	$ 20,079	$ 18,916	$ 18,315	$ 17,700	$ 16,598	$ 14,841	$ 13,954	$ 12,904
Contributions as a percentage of covered payroll	10.2%	15.1%	18.6%	20.5%	21.9%	24.7%	17.9%	19.8%	20.6%	26.3%

Notes to Schedule:

Valuation date:	October 1, 2022
Methods and assumptions used to determine contribution rates:	
Actuarial cost method	Aggregate Cost Method.
Asset valuation method	Market value of assets, adjusted to reflect a five-year phase-in of the unexpected investment gains and losses.
Investment rate of return	7.00% per annum
Projected salary increases	5.00%
Inflation	2.62%
Retirement rates	For participants who have met the age and service requirements to retire with a normal retirement benefit prior to age 60, 70% are assumed to retire at normal retirement age, 10% are assumed to retire each of the next five years, and 100% are assumed to retire six years after normal retirement age. For all other participants, retirement is assumed to occur at the rate of 70% upon the attainment of normal retirement age, 10% per year at each of the next two years, and 100% three years after normal retirement age.
Mortality	Pre-retirement mortality is based on the sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Below Median Employee Mortality Table for general employees, with full generational improvements in mortality using Scale MP-2018 and with male ages set back one year; post-retirement mortality is based on the sex-distinct rates set forth in the PUB-2010 Headcount-Weighted Below Median Healthy Retiree Mortality Table for general employees, with full generational improvements in mortality using Scale BB and with male ages set back one year.
Changes from most recent valuation	No assumptions were changed since the prior measurement date.

Town of Davie, Florida
Required Supplementary Information
Schedule of Investment Returns -
Firefighters' Pension Plan
(Unaudited)

Fiscal Year Ended September 30,:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expense	10.90%	-9.60%	22.30%	8.30%	4.10%	10.50%	12.30%	10.30%	1.00%	10.60%

Town of Davie, Florida
Required Supplementary Information
Schedule of Investment Returns -
Police Employees' Pension Plan
(Unaudited)

Fiscal Year Ended September 30,:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expense	9.10%	-15.80%	20.30%	9.15%	2.30%	8.90%	11.80%	8.40%	0.50%	9.10%

Town of Davie, Florida
Required Supplementary Information
Schedule of Investment Returns -
Management and General Employees' Pension Plan
(Unaudited)

Fiscal Year Ended September 30,:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expense	8.61%	-13.28%	19.42%	6.60%	5.40%	7.43%	13.44%	8.11%	-0.05%	8.55%

Town of Davie, Florida
Required Supplementary Information
Schedule of Changes in the Net OPEB (Asset) Liability and Related Ratios -
Other Post-Employment Benefits (OPEB) Plan
(Unaudited)

Fiscal Year:	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018
Measurement Date:	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017
Total OPEB liability							
Service cost	$ 72,400	$ -	$ -	$ 30,401	$ 30,401	$ 35,911	$ 35,911
Expected interest growth	1,807	-	102,511	96,916	96,057	89,813	84,384
Assumption changes	194,544	-	-	-	164,543	-	-
Demographic experience	2,128,142	-	(1,566,949)	-	(252,181)	-	-
Benefit payments and refunds - implicit	(94,786)	-	-	(33,424)	(19,910)	(41,739)	(43,692)
Net change in total OPEB liability	2,302,107	-	(1,464,438)	93,893	18,910	83,985	76,603
Total OPEB liability - beginning	-	-	1,464,438	1,370,545	1,351,635	1,267,650	1,191,047
Total OPEB liability - ending (A)	$ 2,302,107	$ -	$ -	$ 1,464,438	$ 1,370,545	$ 1,351,635	$ 1,267,650
Plan fiduciary net position							
Net investment income (loss)	$ 242,098	$ (430,008)	$ 508,993	$ 164,102	$ 132,379	$ 169,197	$ 263,795
Administrative expenses	(8,482)	(15,591)	(6,844)	(14,957)	(7,953)	(14,776)	(10,798)
Net change in plan fiduciary net position	233,616	(445,599)	502,149	149,145	124,426	154,421	252,997
Plan fiduciary net position - beginning	2,701,472	3,147,071	2,644,922	2,495,777	2,371,351	2,216,930	1,963,933
Plan fiduciary net position - ending (B)	$ 2,935,088	$ 2,701,472	$ 3,147,071	$ 2,644,922	$ 2,495,777	$ 2,371,351	$ 2,216,930
Town's net OPEB (asset) liability ending (A) - (B)	$ (632,981)	$ (2,701,472)	$ (3,147,071)	$ (1,180,484)	$ (1,125,232)	$ (1,019,716)	$ (949,280)
Plan fiduciary net position as a percentage of the total OPEB liability	127.50%	N/A	N/A	180.61%	182.10%	175.44%	174.89%
Covered payroll	$ 57,597,282	$ 55,169,146	$ 55,169,146	$ 48,117,836	$ 48,117,836	$ 44,542,602	$ 44,542,602
Town's net OPEB (asset) liability as percentage of covered payroll	-1.10%	-4.90%	-5.70%	-2.45%	-2.34%	-2.29%	-2.13%

Note: This schedule is intended to present information for ten years. However, until a full ten-year trend is compiled, the OPEB plan will present information for those years for which the information is available.

Town of Davie, Florida
Required Supplementary Information
Schedule of Town Contributions -
Other Post-Employment Benefits (OPEB) Plan
(Unaudited)

The Town does not currently contribute to the OPEB Plan and therefore there is no funding schedule.

Town of Davie, Florida
Required Supplementary Information
Schedule of Investments Returns -
Other Post-Employment Benefits (OPEB) Plan
(Unaudited)

Fiscal Year Ended September 30,:	2023	2022	2021	2020	2019	2018	2017
Annual money-weighted rate of return, net of investment expense	8.61%	-13.28%	19.42%	6.60%	5.40%	7.43%	13.44%

Note: This schedule is intended to present information for ten years. However, until a full ten-year trend is compiled, the OPEB plan will present information for those years for which the information is available.

OTHER FINANCIAL INFORMATION

Special Revenue Funds

Special Revenue Funds are used to account for funds received with specific restrictions on how the funds must be spent.

Community Development Block Grant - This fund accounts for revenue received mainly from the U.S. Department of Housing and Urban Development and/or State of Florida. The revenue is restricted to accomplish the various objectives of the community development and housing related programs.

State Housing Initiative Partnership (SHIP) - This fund accounts for funds provided from the State of Florida's Housing Initiative Partnership (SHIP) Program, to produce and preserve affordable homeownership and multifamily housing.

Parks and Open Space Impact Fees - This Fund is used to account for the activities of the Town's impact fees received for its open space, parks and recreational facilities.

Fire Impact Fees - This Fund is used to account for the activities of the Town's impact fees relating to the provisions of fire and rescue services.

Police Impact Fees - This Fund is used to account for the activities of the Town's impact fees relating to the provisions of law enforcement services.

Forfeitures - This Fund is used to account for the revenue and expenses from State and Federal forfeitures that the Town receives from various law enforcement agencies.

General Government Impact Fees - This Fund is used to account for the activities of the Town's impact fees relating to its general governmental services.

Affordable Housing - This fund is used to account for the collection and disbursement of funds associated with the Town's affordable housing incentive program as defined in the Town's applicable Land Development Code.

Debt Service Funds

Debt Service Fund -This fund is used to account for the replacement of debt and the accumulation of resources for the purpose of making principal and interest payments made on debt issued, beginning in fiscal year 2022, for the construction of Davie Town Hall and Davie Wetlands Park.

Town of Davie, Florida
Combining Balance Sheet - Nonmajor Governmental Funds
September 30, 2023

	Special Revenue Funds									
	Community Development Block Grant	State Housing Initiative Partnership	Parks and Open Space Impact Fees	Fire Impact Fees	Police Impact Fees	Forfeitures	General Government Impact Fees	Affordable Housing	Debt Service Fund	Total Nonmajor Governmental Funds
Assets:										
Cash, cash equivalents and investments	$ 213,901	$ 1,648,744	$ 1,507,238	$ 1,007,308	$ 292,850	$ 663,928	$ 962,672	$ 682,019	$ -	$ 6,978,660
Due from other governments	22,986	-	-	-	-	1,046	-	-	-	24,032
Total assets	$ 236,887	$ 1,648,744	$ 1,507,238	$ 1,007,308	$ 292,850	$ 664,974	$ 962,672	$ 682,019	$ -	$ 7,002,692
Liabilities:										
Accounts payable and accrued liabilities	$ 7,062	$ 985	$ 22,203	$ -	$ -	$ 243,342	$ -	$ -	$ -	$ 273,592
Unearned revenues	-	1,647,759	-	-	-	-	-	-	-	1,647,759
Total liabilities	7,062	1,648,744	22,203	-	-	243,342	-	-	-	1,921,351
Fund Balances:										
Restricted for:										
Community development projects and services	229,825	-	-	-	-	-	-	-	-	229,825
Parks and recreation - parks and open space	-	-	1,485,035	-	-	-	-	-	-	1,485,035
Public safety - fire	-	-	-	1,007,308	-	-	-	-	-	1,007,308
Public safety - police	-	-	-	-	292,850	421,632	-	-	-	714,482
General government activities	-	-	-	-	-	-	962,672	-	-	962,672
Affordable housing	-	-	-	-	-	-	-	682,019	-	682,019
Total fund balances	229,825	-	1,485,035	1,007,308	292,850	421,632	962,672	682,019	-	5,081,341
Total liabilities and fund balances	$ 236,887	$ 1,648,744	$ 1,507,238	$ 1,007,308	$ 292,850	$ 664,974	$ 962,672	$ 682,019	$ -	$ 7,002,692

Town of Davie, Florida
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2023

	Special Revenue Funds									
	Community Development Block Grant	State Housing Initiative Partnership	Parks and Open Space Impact Fees	Fire Impact Fees	Police Impact Fees	Forfeitures	General Government Impact Fees	Affordable Housing	Debt Service Fund	Total Nonmajor Governmental Funds
Revenues:										
Intergovernmental	$ 1,089,115	$ 468,522	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,557,637
Permits and fees	-	-	-	-	-	-	-	166,282	-	166,282
Charges for services	-	-	320,291	118,498	94,700	-	57,429	-	-	590,918
Fines and forfeitures	-	-	-	-	-	90,010	-	-	-	90,010
Investment income	-	40,553	-	-	-	183	-	-	-	40,736
Miscellaneous	-	31,712	-	-	-	-	-	-	-	31,712
Total revenues	1,089,115	540,787	320,291	118,498	94,700	90,193	57,429	166,282	-	2,477,295
Expenditures:										
General government:										
General services department:										
Personnel services	143,188	52,582	-	-	-	-	-	-	-	195,770
Operating	12,795	488,205	-	-	-	-	-	-	-	501,000
Capital outlay	933,132	-	-	-	-	-	202,135	-	-	1,135,267
Total general government	1,089,115	540,787	-	-	-	-	202,135	-	-	1,832,037
Public safety:										
Police department:										
Operating	-	-	-	-	-	71,000	-	-	-	71,000
Capital outlay	-	-	-	-	50,770	-	-	-	-	50,770
Total police department	-	-	-	-	50,770	71,000	-	-	-	121,770
Total public safety	-	-	-	-	50,770	71,000	-	-	-	121,770
Parks, recreation and cultural arts:										
Capital outlay	-	-	51,103	-	-	-	-	-	-	51,103
Total parks, recreation and cultural arts	-	-	51,103	-	-	-	-	-	-	51,103
Debt service:										
Principal and SBITA	-	-	-	-	-	-	43,000	-	500,000	543,000
Interest and other fiscal charges	-	-	-	-	-	-	-	-	1,535,250	1,535,250
Total debt service	-	-	-	-	-	-	43,000	-	2,035,250	2,078,250

Town of Davie, Florida
Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
Nonmajor Governmental Funds
(continued)
For the Year Ended September 30, 2023

	Special Revenue Funds									
	Community Development Block Grant	State Housing Initiative Partnership	Parks and Open Space Impact Fees	Fire Impact Fees	Police Impact Fees	Forfeitures	General Government Impact Fees	Affordable Housing	Debt Service Fund	Total Nonmajor Governmental Funds
Total expenditures	1,089,115	540,787	51,103	-	50,770	71,000	245,135	-	2,035,250	4,083,160
Excess (deficiency) of revenues over expenditures	-	-	269,188	118,498	43,930	19,193	(187,706)	166,282	(2,035,250)	(1,605,865)
Other Financing Sources (Uses):										
Transfers in	-	-	-	-	-	-	-	-	2,035,250	2,035,250
Transfers out	-	-	-	(291,568)	-	-	-	-	-	(291,568)
SBITA	-	-	-	-	-	-	185,827	-	-	185,827
Total other financing sources (uses)	-	-	-	(291,568)	-	-	185,827	-	2,035,250	1,929,509
Net change in fund balances	-	-	269,188	(173,070)	43,930	19,193	(1,879)	166,282	-	323,644
Fund Balances, beginning of year	229,825	-	1,215,847	1,180,378	248,920	402,439	964,551	515,737	-	4,757,697
Fund Balances, end of year	$ 229,825	$ -	$ 1,485,035	$ 1,007,308	$ 292,850	$ 421,632	$ 962,672	$ 682,019	$ -	$ 5,081,341

Town of Davie, Florida
Community Development Block Grant
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Intergovernmental	$ 1,937,319	$ 2,203,920	$ 1,089,115	$ (1,114,805)
Total revenues	1,937,319	2,203,920	1,089,115	(1,114,805)
Expenditures:				
General government:				
General services department:				
Personnel services	140,095	149,683	143,188	6,495
Operating	9,529	12,796	12,795	1
Capital outlay	1,787,695	2,041,441	933,132	1,108,309
Total expenditures	1,937,319	2,203,920	1,089,115	1,114,805
Excess (deficiency) of revenues over expenditures	-	-	-	-
Net change in fund balance	$ -	$ -	-	$ -
Fund balance, beginning of year			229,825	
Fund balance, end of year			$ 229,825	

Town of Davie, Florida
State Housing Initiative Partnership
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	$ 1,711,147	$ 1,734,939	$ 468,522	$ (1,266,417)
Investment income	400	400	40,553	40,153
Miscellaneous	30,889	62,582	31,712	(30,870)
Total revenues	1,742,436	1,797,921	540,787	(1,257,134)
Expenditures:				
General government:				
General services department:				
Personnel services	65,066	65,066	52,582	12,484
Operating	1,677,370	1,732,855	488,205	1,244,650
Total expenditures	1,742,436	1,797,921	540,787	1,257,134
Excess (deficiency) of revenues over expenditures	-	-	-	-
Net change in fund balance	$ -	$ -	-	$ -
Fund balance, beginning of year			-	
Fund balance, end of year			$ -	

Town of Davie, Florida
Parks and Open Space Impact Fees
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Charges for services	$ 50,000	$ 50,000	$ 320,291	$ 270,291
Total revenues	50,000	50,000	320,291	270,291
Expenditures:				
Parks, recreation and cultural arts:				
Operating	500	1,109	-	1,109
Capital outlay	961,069	954,246	51,103	903,143
Total expenditures	961,569	955,355	51,103	904,252
Excess (deficiency) of revenues over expenditures	(911,569)	(905,355)	269,188	1,174,543
Other Financing Sources (Uses):				
Appropriated (excess) fund balance	911,569	905,355	-	(905,355)
Total other financing sources (uses)	911,569	905,355	-	(905,355)
Net change in fund balance	$ -	$ -	269,188	$ 269,188
Fund balance, beginning of year			1,215,847	
Fund balance, end of year			$ 1,485,035	

Town of Davie, Florida
Fire Impact Fees
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	$ 50,000	$ 50,000	$ 118,498	$ 68,498
Total revenues	50,000	50,000	118,498	68,498
Expenditures:				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	50,000	50,000	118,498	68,498
Other Financing Sources (Uses):				
Appropriated (excess) fund balance	270,000	270,000	-	(270,000)
Transfers out	(320,000)	(320,000)	(291,568)	28,432
Total other financing sources (uses)	(50,000)	(50,000)	(291,568)	(241,568)
Net change in fund balance	$ -	$ -	(173,070)	$ (173,070)
Fund balance, beginning of year			1,180,378	
Fund balance, end of year			$ 1,007,308	

Town of Davie, Florida
Police Impact Fees
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	$ 50,000	$ 50,000	$ 94,700	$ 44,700
Total revenues	50,000	50,000	94,700	44,700
Expenditures:				
Public safety:				
Police department:				
Capital outlay	228,942	221,944	50,770	171,174
Total expenditures	228,942	221,944	50,770	171,174
Excess (deficiency) of revenues over expenditures	(178,942)	(171,944)	43,930	215,874
Other Financing Sources (Uses):				
Appropriated (excess) fund balance	178,942	171,944	-	(171,944)
Total other financing sources (uses)	178,942	171,944	-	(171,944)
Net change in fund balance	$ -	$ -	43,930	$ 43,930
Fund balance, beginning of year			248,920	
Fund balance, end of year			$ 292,850	

Town of Davie, Florida
Forfeitures
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Fines and forfeitures	$ -	$ -	$ 90,010	$ 90,010
Investment income	-	-	183	183
Total revenues	-	-	90,193	90,193
Expenditures:				
Public safety:				
Police department:				
Operating	127,715	118,716	71,000	47,716
Total expenditures	127,715	118,716	71,000	47,716
Excess (deficiency) of revenues over expenditures	(127,715)	(118,716)	19,193	137,909
Other Financing Sources (Uses):				
Appropriated (excess) fund balance	127,715	118,716	-	(118,716)
Total other financing sources (uses)	127,715	118,716	-	(118,716)
Net change in fund balance	$ -	$ -	19,193	$ 19,193
Fund balance, beginning of year			402,439	
Fund balance, end of year			$ 421,632	

Town of Davie, Florida
General Government Impact Fees
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	$ 25,000	$ 25,000	$ 57,429	$ 32,429
Total revenues	25,000	25,000	57,429	32,429
Expenditures:				
General government:				
General services department:				
Operating	56,000	56,000	-	56,000
Capital outlay	934,137	928,507	202,135	726,372
Total general government	990,137	984,507	202,135	782,372
Debt service:				
Principal and SBITA	-	-	43,000	(43,000)
Total debt service	-	-	43,000	(43,000)
Total expenditures	990,137	984,507	245,135	739,372
Excess (deficiency) of revenues over expenditures	(965,137)	(959,507)	(187,706)	771,801
Other Financing Sources (Uses):				
Appropriated (excess) fund balance	965,137	959,507	-	(959,507)
SBITA	-	-	185,827	185,827
Total other financing sources (uses)	965,137	959,507	185,827	(773,680)
Net change in fund balance	$ -	$ -	(1,879)	$ (1,879)
Fund balance, beginning of year			964,551	
Fund balance, end of year			$ 962,672	

Town of Davie, Florida
Affordable Housing
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Permits and fees	$ -	$ -	$ 166,282	$ 166,282
Total revenues	-	-	166,282	166,282
Expenditures:				
Community services:				
Operating	515,737	515,737	-	515,737
Total expenditures	515,737	515,737	-	515,737
Excess (deficiency) of revenues over expenditures	(515,737)	(515,737)	166,282	682,019
Other Financing Sources (Uses):				
Appropriated (excess) fund balance	515,737	515,737	-	(515,737)
Total other financing sources (uses)	515,737	515,737	-	(515,737)
Net change in fund balance	$ -	$ -	166,282	$ 166,282
Fund balance, beginning of year			515,737	
Fund balance, end of year			$ 682,019	

Town of Davie, Florida
Debt Service
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended September 30, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Total revenues	$ -	$ -	$ -	$ -
Expenditures:				
Debt service:				
Principal	500,000	500,000	500,000	-
Interest and other fiscal charges	1,535,250	1,535,250	1,535,250	-
Total expenditures	2,035,250	2,035,250	2,035,250	-
Excess (deficiency) of revenues over expenditures	(2,035,250)	(2,035,250)	(2,035,250)	-
Other Financing Sources (Uses):				
Transfers in	2,035,250	2,035,250	2,035,250	-
Total other financing sources (uses)	2,035,250	2,035,250	2,035,250	-
Net change in fund balance	$ -	$ -	-	$ -
Fund balance, beginning of year			-	
Fund balance, end of year			$ -	

Internal Service Funds

Internal Service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Vehicle Maintenance - This fund is used to accumulate the costs of operating the central garage facility for vehicle and equipment maintenance.

Self-Insurance - This fund is used to account for and finance the Town's insured and uninsured risks of loss related to worker's compensation and employee health benefits.

Information Technology - This fund is used to account for the accumulation of capital and distribution of costs associated with the acquisition and maintenance of information systems equipment, networks, software, and support.

Town of Davie, Florida
Combining Statement of Net Position -
Internal Service Funds
September 30, 2023

	Vehicle Maintenance	Self-Insurance	Information Technology	Total
Assets:				
Current assets:				
Cash, cash equivalents and investments	$ 6,517,409	$ 22,657,864	$ 7,945,279	$ 37,120,552
Receivables, net of allowance for uncollectibles	27,051	252,833	-	279,884
Prepaid items	-	317,554	1,011,424	1,328,978
Inventories	120,080	-	-	120,080
Total current assets	6,664,540	23,228,251	8,956,703	38,849,494
Noncurrent assets:				
Capital assets:				
Building and improvements	2,832,966	-	-	2,832,966
Machinery, equipment and vehicles	23,761,947	-	5,939,845	29,701,792
Intangible assets - SBITA	81,603	286,074	2,593,434	2,961,111
Less accumulated depreciation and amortization	(17,789,423)	(51,917)	(5,379,265)	(23,220,605)
Total noncurrent assets	8,887,093	234,157	3,154,014	12,275,264
Total assets	15,551,633	23,462,408	12,110,717	51,124,758
Liabilities:				
Current liabilities:				
Accounts payable and accrued liabilities	402,583	68,312	431,082	901,977
Insurance claims payable	-	2,437,242	-	2,437,242
SBITA payable	15,417	92,937	754,931	863,285
Total current liabilities	418,000	2,598,491	1,186,013	4,202,504
Noncurrent liabilities:				
SBITA payable	49,185	95,337	966,289	1,110,811
Total noncurrent liabilities	49,185	95,337	966,289	1,110,811
Total liabilities	467,185	2,693,828	2,152,302	5,313,315
Net Position:				
Net investment in capital assets	8,801,810	45,883	1,432,794	10,280,487
Unrestricted	6,282,638	20,722,697	8,525,621	35,530,956
Total net position	$ 15,084,448	$ 20,768,580	$ 9,958,415	$ 45,811,443

Town of Davie, Florida
Combining Statement of Revenues, Expenses and Changes in Net Position -
Internal Service Funds
For the Year Ended September 30, 2023

	Vehicle Maintenance	Self-Insurance	Information Technology	Total
Operating revenues:				
Charges for services	$ 5,556,895	$ 18,086,606	$ 7,547,955	$ 31,191,456
Operating expenses:				
Personnel services	143,026	166,310	2,597,965	2,907,301
Maintenance	2,916,631	-	2,914,562	5,831,193
Insurance	486,165	3,157,254	-	3,643,419
Claims and other fees	-	11,730,968	-	11,730,968
Administration	-	2,357,515	-	2,357,515
Depreciation and amortization	2,034,822	51,917	1,106,426	3,193,165
Total operating expenses	5,580,644	17,463,964	6,618,953	29,663,561
Operating income (loss)	(23,749)	622,642	929,002	1,527,895
Nonoperating revenues (expenses):				
Other income, net	408,132	1,387,977	1,240	1,797,349
Interest and other fiscal charges	(423)	-	(57,316)	(57,739)
Total nonoperating revenues (expenses)	407,709	1,387,977	(56,076)	1,739,610
Income (loss) before transfers	383,960	2,010,619	872,926	3,267,505
Transfers:				
Transfers from (to) other funds	291,568	-	-	291,568
Total transfers	291,568	-	-	291,568
Change in net position	675,528	2,010,619	872,926	3,559,073
Net position, beginning of year	14,408,920	18,757,961	9,085,489	42,252,370
Net position, end of year	$ 15,084,448	$ 20,768,580	$ 9,958,415	$ 45,811,443

Town of Davie, Florida
Combining Statement of Cash Flows -
Internal Service Funds
For the Year Ended September 30, 2023

	Vehicle Maintenance	Self-Insurance	Information Technology	Total
Cash Flows from Operating Activities:				
Receipts from interfund charges	$ 5,553,575	$ 18,039,960	$ 7,547,955	$ 31,141,490
Payments to suppliers and service providers	(3,348,499)	(17,379,705)	(2,861,814)	(23,590,018)
Payments to employees	(143,142)	(166,241)	(2,543,325)	(2,852,708)
Other receipts	373,798	1,387,977	1,240	1,763,015
Net cash provided by (used in) operating activities	2,435,732	1,881,991	2,144,056	6,461,779
Cash Flows from Non Capital Financing Activities:				
Transfers from (to) other funds	291,568	-	-	291,568
Net cash provided by (used in) non capital financing activities	291,568	-	-	291,568
Cash Flows from Capital and Related Financing Activities:				
Proceeds from disposition of capital assets	47,940	-	-	47,940
Principal retirements on debt and SBITA	(17,001)	(97,800)	(837,397)	(952,198)
Interest and other fiscal charges	(423)	-	(57,316)	(57,739)
Acquisition and construction of capital assets, net and SBITA	(2,253,502)	-	(757,275)	(3,010,777)
Net cash provided by (used in) capital and related financing activities	(2,222,986)	(97,800)	(1,651,988)	(3,972,774)
Net increase (decrease) in cash, cash equivalents and investments	504,314	1,784,191	492,068	2,780,573
Cash, cash equivalents and investments, beginning of year	6,013,095	20,873,673	7,453,211	34,339,979
Cash, cash equivalents and investments, end of year	$ 6,517,409	$ 22,657,864	$ 7,945,279	$ 37,120,552

Town of Davie, Florida
Combining Statement of Cash Flows -
Internal Service Funds
(continued)
For the Year Ended September 30, 2023

	Vehicle Maintenance	Self-Insurance	Information Technology	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	$ (23,749)	$ 622,642	$ 929,002	$ 1,527,895
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Other operating revenues, net	373,798	1,387,977	1,240	1,763,015
Depreciation and amortization	2,034,822	51,917	1,106,426	3,193,165
(Increase) decrease in assets:				
Receivables, net	(3,320)	(46,646)	-	(49,966)
Prepaid items	2,904	(59,179)	41,094	(15,181)
Inventories	(7,021)	-	-	(7,021)
Increase (decrease) in liabilities:				
Accounts payable and accrued liabilities	58,298	50,404	66,294	174,996
Insurance claims payable	-	(125,124)	-	(125,124)
Total adjustments	2,459,481	1,259,349	1,215,054	4,933,884
Net cash provided by (used in) operating activities	$ 2,435,732	$ 1,881,991	$ 2,144,056	$ 6,461,779

Fiduciary Funds

Fiduciary trust funds are used to account for assets held by the government in a trustee capacity.

Firefighters' Pension - This fund is used to account for the accumulation of resources for pension benefit payments to qualified firefighter employees of the Town of Davie.

Police Employees' Pension - This fund is used to account for the accumulation of resources for pension benefit payments to qualified police employees of the Town of Davie.

Management and General Employees' Pension - This fund is used to account for the accumulation of resources for pension benefit payments of employees that are not represented under any other deferred benefit pension plan of the Town of Davie.

OPEB Trust - This fund is used to account for the accumulation of resources to be used for other post- employment health care benefits of the Town of Davie retired employees.

Town of Davie, Florida
Combining Statement of Net Position -
Fiduciary Funds
September 30, 2023

	Firefighters' Pension	Police Employees' Pension	Management and General Employees' Pension	OPEB Trust	Total
Assets:					
Cash and cash equivalents	$ 10,884,671	$ 4,843,508	$ 1,403,864	$ -	$ 17,132,043
Investments, at fair value:					
Domestic equity funds	-	30,038,236	38,405,730	1,215,127	69,659,093
Equity securities, including mutual funds	97,834,659	68,954,073	-	-	166,788,732
Real estate investment funds	29,839,202	35,068,231	12,835,335	369,821	78,112,589
International equity funds	-	23,006,849	19,353,279	572,342	42,932,470
Fixed income funds	6,710,765	-	28,277,848	798,343	35,786,956
Absolute return funds	10,398,767	-	-	-	10,398,767
United States agency securities	2,302,378	13,999,364	-	-	16,301,742
Corporate notes/debt securities	662,997	3,631,678	-	-	4,294,675
United States treasuries	1,953,193	10,801,914	-	-	12,755,107
Pooled separate accounts - self directed DROP	7,496,101	4,389,472	-	-	11,885,573
Hedge funds	-	10,486,621	-	-	10,486,621
Private credit funds	1,754,063	-	-	-	1,754,063
Receivables:					
Interest and dividends	111,721	150,878	-	-	262,599
Contributions	61,502	-	45,354	-	106,856
Securities sold	99,942	57,607	-	-	157,549
Prepaid expenses	-	10,043	-	-	10,043
Total assets	170,109,961	205,438,474	100,321,410	2,955,633	478,825,478
Liabilities:					
Accounts payable	45,220	26,108	-	-	71,328
Payable for securities purchased	-	-	-	20,545	20,545
Total liabilities	45,220	26,108	-	20,545	91,873
Deferred Inflows:					
Advanced contributions from employer	4,823,922	-	-	-	4,823,922
Total deferred inflows	4,823,922	-	-	-	4,823,922
Net Position:					
Net position restricted for pensions	165,240,819	205,412,366	100,321,410	-	470,974,595
Net position restricted for other post-employment benefits	-	-	-	2,935,088	2,935,088
Total net position	$ 165,240,819	$ 205,412,366	$ 100,321,410	$ 2,935,088	$ 473,909,683

Town of Davie, Florida
Combining Statement of Changes in Net Position -
Fiduciary Funds
For the Year Ended September 30, 2023

	Firefighters' Pension	Police Employees' Pension	Management and General Employees' Pension	OPEB Trust	Total
Additions:					
Contributions:					
Employer	$ 5,177,744	$ 6,566,449	$ 2,298,961	$ -	$ 14,043,154
Plan members	1,575,284	2,905,384	645,413	-	5,126,081
State of Florida	1,535,732	1,247,409	-	-	2,783,141
Total contributions	8,288,760	10,719,242	2,944,374	-	21,952,376
Investment income:					
Net appreciation (depreciation) in fair value of investments	11,362,014	14,587,225	8,067,818	242,098	34,259,155
Interest and dividends, net	3,969,239	4,058,258	-	-	8,027,497
Total investment income (loss)	15,331,253	18,645,483	8,067,818	242,098	42,286,652
Less:					
Investment expenses	653,140	1,041,619	-	-	1,694,759
Net investment income (loss)	14,678,113	17,603,864	8,067,818	242,098	40,591,893
Other income	833	39,785	-	-	40,618
Total additions	22,967,706	28,362,891	11,012,192	242,098	62,584,887
Deductions:					
Benefits paid	5,767,613	13,132,170	2,826,641	-	21,726,424
Refunds of contributions	16,819	65,158	402,326	-	484,303
Administrative expenses	157,959	194,461	85,706	8,482	446,608
Total deductions	5,942,391	13,391,789	3,314,673	8,482	22,657,335
Change in net position	17,025,315	14,971,102	7,697,519	233,616	39,927,552
Net position, beginning of year	148,215,504	190,441,264	92,623,891	2,701,472	433,982,131
Net position, end of year	$ 165,240,819	$ 205,412,366	$ 100,321,410	$ 2,935,088	$ 473,909,683

STATISTICAL SECTION

Statistical Section

This part of the Town of Davie's annual comprehensive financial report presents detailed information as a context for understanding what information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.

Net position by component	125
Changes in net position	126-127
Governmental activities tax revenues by source	128
Fund balances of governmental funds	129
Changes in fund balances of governmental funds	130-131

Revenue Capacity

These schedules contain information to help the reader assess the Town's most significant local revenue source, the property tax.

Assessed value and estimated actual value of taxable property	132
Property tax rates - direct and overlapping governments	133
Principal property taxpayers	134
Property tax levies and collections	135

Debt Capacity

These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

Ratios of outstanding debt by type	136
Ratios of general bonded debt outstanding	137
Direct and overlapping governmental activity debt	138
Legal debt margin information	139
Pledged-revenue coverage	140

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.

Demographic and economic statistics	141
Principal employers	142

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.

Full-time equivalent town government employees by function/program	143
Operating indicators by function/program	144
Capital asset statistics by function/program	145

Sources: Unless otherwise indicated, information in these schedules is derived from the annual comprehensive financial reports for the respective years.

Town of Davie, Florida
Net Position by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)

Table 1

	Fiscal Year									
	2014 [1]	2015	2016	2017 [2]	2018	2019	2020	2021	2022	2023
Governmental Activities:										
Net investment in capital assets	$ 125,162,180	$ 121,184,791	$ 123,156,231	$ 128,321,610	$ 141,487,954	$ 146,079,895	$ 162,894,649	$ 174,093,393	$ 179,044,601	$ 195,401,555
Restricted	15,546,687	17,875,329	18,283,193	18,334,762	18,723,026	15,255,824	16,713,155	14,181,963	11,932,983	16,286,965
Unrestricted	40,775,626	60,155,607	72,638,771	83,974,637	74,810,077	104,324,444	121,151,298	134,938,457	162,649,931	172,525,403
Total governmental activities net position	181,484,493	199,215,727	214,078,195	230,631,009	235,021,057	265,660,163	300,759,102	323,213,813	353,627,515	384,213,923
Business-Type Activities:										
Net investment in capital assets	17,818,422	16,184,828	10,610,125	7,645,777	4,717,415	2,025,211	(5,633,052)	(9,111,298)	(7,335,964)	(6,521,465)
Restricted	29,549,241	30,737,703	31,667,288	31,257,099	30,817,049	34,969,555	31,405,754	31,712,438	30,328,592	25,565,880
Unrestricted	25,237,613	28,881,521	32,962,336	33,936,829	36,154,223	34,334,631	38,687,094	42,503,400	47,287,829	55,338,045
Total business-type activities net position	72,605,276	75,804,052	75,239,749	72,839,705	71,688,687	71,329,397	64,459,796	65,104,540	70,280,457	74,382,460
Primary Government:										
Net investment in capital assets	142,980,602	137,369,619	133,766,356	135,967,387	146,205,369	148,105,106	157,261,597	164,982,095	171,708,637	188,880,090
Restricted	45,095,928	48,613,032	49,950,481	49,591,861	49,540,075	50,225,379	48,118,909	45,894,401	42,261,575	41,852,845
Unrestricted	66,013,239	89,037,128	105,601,107	117,911,466	110,964,300	138,659,075	159,838,392	177,441,857	209,937,760	227,863,448
Total primary government net position	$ 254,089,769	$ 275,019,779	$ 289,317,944	$ 303,470,714	$ 306,709,744	$ 336,989,560	$ 365,218,898	$ 388,318,353	$ 423,907,972	$ 458,596,383

[1] Fiscal year 2014, total net position has been restated due to the implementation of GASB 68.

[2] Fiscal year 2017, total net position has been restated due to the implementation of GASB 75.

Town of Davie, Florida
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

Table 2

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses:										
Governmental activities:										
General government	$ 11,195,092	$ 10,675,017	$ 10,881,782	$ 9,892,198	$ 22,313,374	$ 11,038,576	$ 9,513,064	$ 12,643,662	$ 11,353,883	$ 17,153,811
Building and engineering	4,153,971	4,358,435	4,531,890	4,858,164	5,953,001	6,361,974	6,779,926	6,674,954	7,133,082	7,512,694
Public safety - police	39,713,301	36,013,987	44,696,828	47,024,033	50,793,842	50,755,743	53,662,619	52,871,670	49,071,433	64,620,974
Public safety - fire	26,864,502	26,843,925	25,317,372	29,420,157	31,228,673	31,932,877	34,845,009	34,597,375	33,321,875	39,525,303
Public works	10,611,584	11,098,196	10,978,597	12,012,003	13,102,659	13,464,587	14,208,213	13,279,847	15,952,697	15,421,243
Parks, recreation and cultural arts	6,122,782	6,215,254	6,443,584	6,841,915	6,875,546	6,852,682	6,980,087	7,167,759	7,838,818	8,848,371
Interest on long-term debt	2,393,950	2,298,240	1,450,160	1,187,592	1,082,179	934,230	733,664	667,153	1,905,756	1,773,989
Total governmental activities expenses	101,055,182	97,503,054	104,300,213	111,236,062	131,349,274	121,340,669	126,722,582	127,902,420	126,577,544	154,856,385
Business-type activities:										
Water and sewer	17,752,622	26,205,254	26,705,805	27,566,881	29,405,466	30,462,905	28,141,027	26,255,756	26,052,519	28,076,767
Golf	106,123	158,796	133,986	199,089	205,982	190,840	-	-	-	-
Total business-type activities expenses	17,858,745	26,364,050	26,839,791	27,765,970	29,611,448	30,653,745	28,141,027	26,255,756	26,052,519	28,076,767
Total primary government expenses	$ 118,913,927	$ 123,867,104	$ 131,140,004	$ 139,002,032	$ 160,960,722	$ 151,994,414	$ 154,863,609	$ 154,158,176	$ 152,630,063	$ 182,933,152
Program Revenues:										
Governmental activities:										
General government	$ 5,442,255	$ 2,944,443	$ 4,077,774	$ 3,095,962	$ 3,747,644	$ 3,451,942	$ 15,013,915	$ 8,492,330	$ 7,899,547	$ 8,452,507
Building and engineering	6,400,640	6,802,367	7,162,150	8,531,709	9,041,193	12,664,335	8,725,023	6,913,561	8,543,144	9,934,301
Public safety - police	4,015,175	4,445,337	4,280,240	3,912,618	7,397,548	9,436,824	8,008,534	7,346,425	8,245,184	9,667,386
Public safety - fire	17,139,564	17,719,169	18,385,454	21,687,637	20,040,367	20,079,188	19,796,055	20,492,124	21,202,953	22,673,124
Public works	690,770	265,794	1,024,235	959,633	271,210	1,617,979	1,217,934	445,388	1,344,139	899,291
Parks, recreation and cultural arts	1,112,320	1,365,575	1,169,962	2,107,932	1,782,978	1,416,001	619,440	711,226	1,406,126	1,692,877
Total governmental activities program revenues	34,800,724	33,542,685	36,099,815	40,295,491	42,280,940	48,666,269	53,380,901	44,401,054	48,641,093	53,319,486
Business-type activities:										
Charges for services:										
Water and sewer	21,619,002	22,138,550	22,584,362	22,601,271	23,666,225	24,330,000	25,055,372	26,379,996	28,615,768	29,817,661
Golf	68,132	73,565	59,873	36,413	-	-	-	-	-	-
Capital grants and contributions	3,828,250	2,701,909	1,989,676	1,285,972	2,778,293	3,073,107	207,703	123,477	2,068,507	311,757
Total business-type activities program revenues	25,515,384	24,914,024	24,633,911	23,923,656	26,444,518	27,403,107	25,263,075	26,503,473	30,684,275	30,129,418
Total primary government program revenues	$ 60,316,108	$ 58,456,709	$ 60,733,726	$ 64,219,147	$ 68,725,458	$ 76,069,376	$ 78,643,976	$ 70,904,527	$ 79,325,368	$ 83,448,904

Town of Davie, Florida
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(continued)

Table 2

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net (Expense) Revenue:										
Governmental activities	$ (66,254,458)	$ (63,960,369)	$ (68,200,398)	$ (70,940,571)	$ (89,068,334)	$ (72,674,400)	$ (73,341,681)	$ (83,501,366)	$ (77,936,451)	$ (101,536,899)
Business-type activities	7,656,639	(1,450,026)	(2,205,880)	(3,842,314)	(3,166,930)	(3,250,638)	(2,877,952)	247,717	4,631,756	2,052,651
Total primary government, net expense	$ (58,597,819)	$ (65,410,395)	$ (70,406,278)	$ (74,782,885)	$ (92,235,264)	$ (75,925,038)	$ (76,219,633)	$ (83,253,649)	$ (73,304,695)	$ (99,484,248)
General Revenues, Transfers, and Other Change in Net Position:										
Governmental activities:										
Ad valorem taxes	$ 41,399,721	$ 42,385,856	$ 44,666,126	$ 47,756,767	$ 50,905,694	$ 55,494,922	$ 58,151,265	$ 61,162,957	$ 63,702,854	$ 70,019,619
Utility service taxes	8,078,298	8,209,059	8,402,373	8,630,327	8,932,428	9,192,055	9,265,030	9,374,155	9,841,440	11,320,472
Other general taxes	3,780,827	3,881,030	3,384,206	3,750,301	4,314,907	4,204,111	4,115,796	3,995,604	4,162,727	4,204,603
Franchise fees on gross receipts	9,545,434	9,816,366	9,795,497	10,152,528	10,429,276	10,730,123	10,279,152	11,027,274	12,381,218	13,738,806
Intergovernmental, not restricted for specific purposes	10,742,696	11,535,082	11,998,577	12,492,468	14,547,591	15,109,657	14,103,989	16,349,765	18,934,105	20,710,570
Investment income (loss)	620,238	966,065	973,382	648,353	808,057	3,376,739	2,940,510	236,407	(3,677,726)	7,808,573
Miscellaneous	3,997,275	7,942,197	3,842,705	4,509,340	3,520,429	5,177,489	4,012,110	3,809,915	3,005,535	3,805,664
Transfers	-	(3,044,052)	-	52,227	-	28,410	754,336	-	-	515,000
Reassignment of capital assets to governmental activities	-	-	-	-	-	-	4,818,432	-	-	-
Total governmental activities	78,164,489	81,691,603	83,062,866	87,992,311	93,458,382	103,313,506	108,440,620	105,956,077	108,350,153	132,123,307
Business-type activities:										
Intergovernmental, not restricted for specific purposes	-	-	-	-	-	-	-	71,246	-	328,351
Investment income (loss)	40,267	19,058	105,886	90,115	287,286	1,184,418	1,365,459	69,072	(192,664)	1,927,258
Miscellaneous	1,386,811	1,585,692	1,535,691	1,347,570	1,728,626	1,735,340	215,660	256,709	736,825	308,743
Transfers	-	3,044,052	-	(52,227)	-	(28,410)	(754,336)	-	-	(515,000)
Reassignment of capital assets to governmental activities	-	-	-	-	-	-	(4,818,432)	-	-	-
Total business-type activities	1,427,078	4,648,802	1,641,577	1,385,458	2,015,912	2,891,348	(3,991,649)	397,027	544,161	2,049,352
Total primary government general revenues, transfers, and other change in net position	$ 79,591,567	$ 86,340,405	$ 84,704,443	$ 89,377,769	$ 95,474,294	$ 106,204,854	$ 104,448,971	$ 106,353,104	$ 108,894,314	$ 134,172,659
Change in Net Position:										
Governmental activities	$ 11,910,031	$ 17,731,234	$ 14,862,468	$ 17,051,740	$ 4,390,048	$ 30,639,106	$ 35,098,939	$ 22,454,711	$ 30,413,702	$ 30,586,408
Business-type activities	9,083,717	3,198,776	(564,303)	(2,456,856)	(1,151,018)	(359,290)	(6,869,601)	644,744	5,175,917	4,102,003
Total primary government	$ 20,993,748	$ 20,930,010	$ 14,298,165	$ 14,594,884	$ 3,239,030	$ 30,279,816	$ 28,229,338	$ 23,099,455	$ 35,589,619	$ 34,688,411

Town of Davie, Florida **Table 3**
Governmental Activities Tax Revenues by Source
Last Ten Fiscal Years
(Accrual Basis of Accounting)

Fiscal Year Ended September 30,	Tax Roll Year	Ad Valorem Tax	Other General Taxes	Utility Service Taxes	Franchise Fees on Gross Receipts	Total
2014	2013	$ 41,399,721	$ 3,780,827	$ 8,078,298	$ 9,545,434	$ 62,804,280
2015	2014	42,385,856	3,881,030	8,209,059	9,816,366	64,292,311
2016	2015	44,666,126	3,384,206	8,402,373	9,795,497	66,248,202
2017	2016	47,756,767	3,750,301	8,630,327	10,152,528	70,289,923
2018	2017	50,905,694	4,314,907	8,932,428	10,429,276	74,582,305
2019	2018	55,494,922	4,204,111	9,192,055	10,730,123	79,621,211
2020	2019	58,151,265	4,115,796	9,265,030	10,279,152	81,811,243
2021	2020	61,162,957	3,995,604	9,374,155	11,027,274	85,559,990
2022	2021	63,702,854	4,162,727	9,841,440	12,381,218	90,088,239
2023	2022	70,019,619	4,204,603	11,320,472	13,738,806	99,283,500

Town of Davie, Florida
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

Table 4

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund:										
Nonspendable	$ 29,573	$ 3,850	$ 4,487	$ 107,789	$ 155,988	$ 182,683	$ 236,509	$ 309,135	$ 4,307,256	$ 3,325,300
Restricted	5,293,299	6,153,040	7,131,226	7,636,505	10,384,853	4,149,230	4,388,841	4,501,448	6,519,402	6,766,517
Committed	27,890,072	28,053,495	30,442,397	20,706,954	21,109,246	24,423,779	36,270,513	39,258,560	40,243,041	48,365,794
Assigned	3,699,215	5,624,999	5,880,838	16,564,352	2,302,517	3,260,526	4,001,395	10,907,601	1,372,785	9,276,241
Unassigned	7,293,332	14,212,084	13,358,506	17,000,000	27,225,497	39,850,096	51,868,009	40,796,608	55,466,299	61,585,523
Total General Fund	$ 44,205,491	$ 54,047,468	$ 56,817,454	$ 62,015,600	$ 61,178,101	$ 71,866,314	$ 96,765,267	$ 95,773,352	$ 107,908,783	$ 129,319,375
All Other Government Funds:										
Nonspendable	$ 40,000	$ 40,000	$ 79	$ 102,992	$ 405,497	$ 96,800	$ 71,844	$ 48,965	$ 44,059	$ 51,136
Restricted	33,847,498	34,883,256	34,042,946	26,015,489	12,486,808	11,633,283	12,324,314	9,680,515	5,413,581	7,013,343
Committed	15,231,842	21,429,807	28,164,892	32,157,920	28,229,054	38,033,807	29,893,122	40,868,221	81,983,054	82,963,957
Total all other governmental funds	$ 49,119,340	$ 56,353,063	$ 62,207,917	$ 58,276,401	$ 41,121,359	$ 49,763,890	$ 42,289,280	$ 50,597,701	$ 87,440,694	$ 90,028,436
Total all governmental funds	$ 93,324,831	$ 110,400,531	$ 119,025,371	$ 120,292,001	$ 102,299,460	$ 121,630,204	$ 139,054,547	$ 146,371,053	$ 195,349,477	$ 219,347,811

Town of Davie, Florida **Table 5**
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Ad valorem taxes	$ 41,399,721	$ 42,385,856	$ 44,666,126	$ 47,756,767	$ 50,905,694	$ 55,494,922	$ 58,151,265	$ 61,162,957	$ 63,702,854	$ 70,019,619
Utility service taxes	8,078,298	8,209,059	8,402,373	8,630,327	8,932,428	9,192,055	9,265,030	9,374,155	9,841,440	11,320,472
Franchise fees	9,545,434	9,816,366	9,795,497	10,152,528	10,429,276	10,730,123	10,279,152	11,027,274	12,381,218	13,738,806
Intergovernmental	13,153,551	12,145,881	12,805,620	13,955,628	19,072,642	18,517,232	26,997,992	23,966,833	26,193,988	27,957,075
Other general taxes	3,780,827	3,881,030	3,384,206	3,750,301	4,314,907	4,204,111	4,115,796	3,995,604	4,162,727	4,204,603
Permits and fees	6,952,973	7,392,240	7,722,855	9,210,223	8,739,976	12,111,749	8,847,134	6,823,431	8,230,822	9,875,806
Charges for services	13,339,187	13,783,812	14,410,193	15,625,682	16,553,995	18,051,652	16,377,496	16,216,833	18,723,093	20,832,468
Fire assessments	9,889,781	10,110,026	10,426,283	11,843,257	12,172,946	12,898,200	12,976,551	13,503,267	13,168,534	13,666,647
Fines and forfeitures	1,327,254	1,970,968	1,389,538	1,106,928	1,368,869	2,065,823	1,224,413	1,122,202	1,618,088	1,674,103
Investment income (loss)	620,238	966,065	973,382	648,353	808,057	3,376,739	2,940,510	236,407	(3,677,726)	7,808,573
Miscellaneous	5,258,879	7,425,918	4,259,292	4,238,622	3,686,554	5,234,380	4,248,026	3,811,415	4,228,677	3,829,621
Total revenues	113,346,143	118,087,221	118,235,365	126,918,616	136,985,344	151,876,986	155,423,365	151,240,378	158,573,715	184,927,793
Expenditures:										
General government	16,675,752	14,920,656	17,221,056	23,846,879	31,331,610	20,054,045	19,051,546	26,708,523	27,947,030	28,553,763
Public safety	64,415,889	65,483,238	69,282,330	75,422,433	79,987,940	81,980,266	84,497,415	87,503,353	89,209,498	96,849,119
Public works	7,047,481	7,372,191	7,496,375	8,108,498	8,631,348	8,683,451	9,849,941	9,580,221	9,995,348	11,076,462
Non-departmental	1,189,844	232,615	241,219	1,434,922	9,926,355	870,295	1,071,540	760,540	680,233	1,480,944
Parks, recreation and cultural arts	4,163,405	4,277,132	4,363,583	4,762,304	5,818,517	4,894,981	5,202,698	5,501,376	5,950,765	6,730,307
Capital outlay	5,190,071	5,051,591	7,159,809	6,803,684	11,953,331	9,677,684	12,844,627	9,433,359	16,697,571	11,832,646
Debt service:										
Principal	6,048,688	6,614,497	7,103,785	6,404,719	6,027,670	5,176,762	4,582,244	3,680,541	4,268,146	6,021,553
Interest and other fiscal charges	2,462,067	2,456,049	1,476,029	1,249,135	1,105,114	976,860	809,207	688,731	1,354,098	2,049,217
Total expenditures	107,193,197	106,407,969	114,344,186	128,032,574	154,781,885	132,314,344	137,909,218	143,856,644	156,102,689	164,594,011
Excess (deficiency) of revenues over expenditures	6,152,946	11,679,252	3,891,179	(1,113,958)	(17,796,541)	19,562,642	17,514,147	7,383,734	2,471,026	20,333,782

Town of Davie, Florida **Table 5**
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(continued)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Other Financing Sources (Uses):										
Transfers in	7,322,545	7,664,951	9,451,352	12,680,690	8,017,648	17,190,158	9,605,398	23,265,787	12,427,484	18,825,753
Transfers out	(6,943,879)	(10,709,003)	(9,682,691)	(12,824,007)	(8,213,648)	(17,422,056)	(9,695,202)	(23,333,015)	(13,152,484)	(18,602,321)
Sale of capital assets	-	8,440,500	4,965,000	2,523,905	-	-	-	-	-	-
Issuance of debt	-	28,725,000	-	-	-	-	-	-	40,068,869	3,441,120
Premiums on debt issuance	-	-	-	-	-	-	-	-	7,163,529	-
Payment to escrow agent	-	(28,725,000)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	378,666	5,396,448	4,733,661	2,380,588	(196,000)	(231,898)	(89,804)	(67,228)	46,507,398	3,664,552
Net change in fund balances	$ 6,531,612	$ 17,075,700	$ 8,624,840	$ 1,266,630	$ (17,992,541)	$ 19,330,744	$ 17,424,343	$ 7,316,506	$ 48,978,424	$ 23,998,334
Debt services as a percentage of noncapital expenditures	8.58%	8.96%	8.04%	6.81%	5.55%	5.09%	4.34%	3.40%	4.10%	5.56%

Town of Davie, Florida **Table 6**
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Tax Roll Year	Real Property	Personal Property	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Estimated Actual Taxable Value
2014	2013	$ 7,741,261,030	$ 315,289,419	$ 1,228,449,080	$ 6,828,101,369	5.9450	$ 10,223,709,690	66.79%
2015	2014	8,165,770,910	348,276,267	1,197,325,920	7,316,721,257	5.8910	11,085,286,065	66.00%
2016	2015	8,577,709,770	365,641,052	1,193,105,540	7,750,245,282	5.7976	12,020,234,773	64.48%
2017	2016	9,143,047,930	423,261,411	1,181,288,540	8,385,020,801	5.6962	13,070,563,470	64.15%
2018	2017	9,824,850,650	469,092,425	1,211,819,750	9,082,123,325	5.8485	14,033,435,693	64.72%
2019	2018	10,417,873,270	504,534,955	1,253,357,700	9,669,050,525	6.0121	14,822,705,163	65.23%
2020	2019	11,062,753,930	504,714,867	1,270,094,570	10,297,374,227	5.9123	15,784,674,086	65.24%
2021	2020	11,655,452,509	493,155,299	1,572,682,960	10,575,924,848	5.8836	16,377,976,137	64.57%
2022	2021	12,205,807,270	465,139,047	1,314,080,660	11,356,865,657	5.8561	17,131,606,978	66.29%
2023	2022	13,318,786,690	472,549,574	1,296,760,360	12,494,575,904	5.8467	19,799,881,746	63.10%

Source: Broward County Property Appraiser.
Note: Property in the County is reassessed annually. Tax rates are per $ 1,000 of assessed value.

Town of Davie, Florida **Table 7**
Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years

		Town of Davie, Florida			Overlapping Rates								
Fiscal Year Ended September 30,	Tax Roll Year	Operating Millage	Debt Service Millage	Total Direct Rate	Broward County Millage	Broward County School District Millage	South Florida Water Management District	North Broward Hospital District	South Broward Hospital District	Broward Children's Services Council	Florida Inland Navigational District	Total Direct and Overlapping Rates (1)	Total Direct and Overlapping Rates (2)
2014	2013	5.0829	0.8621	5.9450	5.7230	7.4800	0.4110	1.7554	0.4000	0.4882	0.0345	21.8371	20.4817
2015	2014	5.0829	0.8081	5.8910	5.7230	7.4380	0.3842	1.5939	0.1863	0.4882	0.0345	21.5528	20.1452
2016	2015	5.0819	0.7157	5.7976	5.7230	7.2740	0.3551	1.4425	0.1737	0.4882	0.0320	21.1124	19.8436
2017	2016	5.0799	0.6163	5.6962	5.6690	6.9063	0.3307	1.3462	0.1615	0.4882	0.0320	20.4686	19.2839
2018	2017	5.3220	0.5265	5.8485	5.6690	6.5394	0.3100	1.2483	0.1496	0.4882	0.0320	20.1354	19.0367
2019	2018	5.6270	0.3851	6.0121	5.6690	6.4029	0.2936	1.0855	0.1414	0.4882	0.0320	19.9833	19.0392
2020	2019	5.6270	0.2853	5.9123	5.6690	6.7393	0.2795	1.0324	0.1260	0.4882	0.0320	20.1527	19.2463
2021	2020	5.6270	0.2566	5.8836	5.6690	6.5052	0.2675	1.1469	0.1199	0.4882	0.0320	19.9924	18.9654
2022	2021	5.6250	0.2311	5.8561	5.6690	6.4621	0.2572	1.2770	0.1144	0.4699	0.0320	20.0233	18.8607
2023	2022	5.6250	0.2217	5.8467	5.5306	5.9510	0.2301	1.6029	0.1144	0.4500	0.0320	19.6433	18.1548

Source: Broward County Revenue Collector.

Notes: Overlapping rates are those of local and County governments that apply to property owners within the Town of Davie, Florida.

State law requires all counties to assess at 100% just valuation and limits millage for operating purposes to ten (10) mills.

(1) Excluding South Broward Hospital District.
(2) Excluding North Broward Hospital District.

Town of Davie, Florida **Table 8**
Principal Property Taxpayers
Current Year and Nine Years Ago

	2023			2014		
Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**
Florida Power & Light	$ 150,172,011	1	1.20%	$ 64,851,060	4	0.95%
SCG Atlas PalmTrace Landings LLC	138,637,506	2	1.11%	-	-	-
PPF AMLI 5971 Toscana Drive LP	124,197,303	3	0.99%	-	-	-
Pr Centro Sunforest Holdings LLC	102,013,790	4	0.82%	-	-	-
BP Avenue LLC	94,357,633	5	0.76%	-	-	-
FR Tower Shops LLC	85,117,310	6	0.68%	81,350,980	1	1.19%
33 West Owner LLC	83,209,698	7	0.67%	-	-	-
Davie Medical Center LLC	83,104,260	8	0.66%	-	-	-
Bcdpf The Palms LLC	73,050,670	9	0.58%	-	-	-
Rag Davie LLC	65,799,151	10	0.53%	-	-	-
City National Bank of Trustee	-	-	-	71,135,170	2	1.04%
Equity One	-	-	-	67,538,220	3	0.99%
GSG Residential SunForset LLC	-	-	-	43,644,340	5	0.64%
Davie Plaza	-	-	-	31,069,710	6	0.46%
Palm Owner LLC	-	-	-	29,417,480	7	0.43%
EQR Marina Bay Apt LLC	-	-	-	29,314,590	8	0.43%
Home Depot USA	-	-	-	28,353,158	9	0.42%
James M. Dale Liv TR	-	-	-	24,162,130	10	0.35%
Total	$ 999,659,332		8.00%	$ 470,836,838		6.90%

Source: Broward County Records, Taxes, and Treasury Division.

Town of Davie, Florida **Table 9**
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Tax Roll Year	Total Tax Levy for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections (Credits) in Subsequent Years	Total Collections to Date	
			Amount Collected	Percentage of the Levy		Amount Collected	Percentage of the Levy
2014	2013	$ 40,528,241	$ 38,774,698	95.67%	$ (152,555)	$ 38,622,143	95.30%
2015	2014	43,066,409	41,051,588	95.32%	48,831	41,100,419	95.43%
2016	2015	44,936,250	43,030,891	95.76%	39,370	43,070,261	95.85%
2017	2016	47,805,550	45,792,620	95.79%	40,414	45,833,034	95.87%
2018	2017	53,166,153	50,840,147	95.63%	13,684	50,853,831	95.65%
2019	2018	58,142,998	55,585,234	95.60%	(19,529)	55,565,705	95.57%
2020	2019	60,862,442	58,199,871	95.63%	127,583	58,327,454	95.83%
2021	2020	63,690,768	60,733,179	95.36%	19,754	60,752,933	95.39%
2022	2021	66,451,269	63,665,198	95.81%	32,280	63,697,478	95.86%
2023	2022	73,069,689	69,944,773	95.72%	-	69,944,773	95.72%

Source: Broward County Revenue Collection Division Accountability Statement.

Town of Davie, Florida **Table 10**
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Governmental Activities		Business-Type Activities		Total Outstanding Debt	Percentage of Personal Income (1)	Debt Per Capita (1)
	General Obligation Bonds	Capital Improvement Revenue Bonds and Other	Water and Sewer Revenue Bonds	Note Payable			
2014	$ 39,907,398	$ 23,062,117	$ 138,532,387	$ 3,520,530	$ 205,022,432	6.97%	$ 2,146.85
2015	35,998,230	20,356,788	136,124,818	3,529,405	196,009,241	6.57%	2,022.63
2016	31,671,818	17,579,415	133,647,249	3,808,142	186,706,624	5.56%	1,877.58
2017	27,560,284	15,286,230	131,114,680	3,622,752	177,583,946	5.48%	1,763.79
2018	23,692,450	13,126,394	128,527,111	3,433,073	168,779,028	4.80%	1,636.01
2019	20,739,050	10,903,032	129,559,542	3,239,006	164,440,630	4.58%	1,577.38
2020	18,445,000	8,614,838	129,426,639	3,040,450	159,526,927	4.14%	1,518.52
2021	16,245,000	7,134,297	126,713,610	2,837,301	152,930,208	3.94%	1,446.96
2022	13,990,000	52,153,450	122,325,581	2,629,452	191,098,483	4.84%	1,786.23
2023	11,695,000	49,362,208	118,302,552	2,416,796	181,776,556	4.01%	1,699.02

Note: Debt is presented net of discounts and premiums, as applicable.

(1) Personal income and population data is disclosed in Table 15.

Town of Davie, Florida
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Table 11

Fiscal Year Ended September 30,	General Obligation Bonds (1)	Less: Accumulated Resources Restricted To Repaying the Principal of General Bonded Debt	Total	Percentage of Estimated Actual Taxable Value of Property (2)	Per Capita (3)
2014	$ 39,907,398	$ 277,500	$ 39,629,898	0.39%	$ 414.98
2015	35,998,230	145,300	35,852,930	0.32%	369.97
2016	31,671,818	189,200	31,482,618	0.26%	316.60
2017	27,560,284	234,500	27,325,784	0.21%	271.40
2018	23,692,450	260,000	23,432,450	0.17%	227.14
2019	20,739,050	282,700	20,456,350	0.14%	196.23
2020	18,445,000	299,100	18,145,900	0.11%	172.73
2021	16,245,000	172,000	16,073,000	0.10%	152.08
2022	13,990,000	42,000	13,948,000	0.08%	130.37
2023	11,695,000	64,300	11,630,700	0.06%	108.71

(1) General bonded debt is presented net of discounts and premiums, as applicable.
(2) For property value data see Table 6: Assessed Value and Estimated Actual Value of Taxable Property.
(3) For population data see Table 15: Demographic and Economic Statistics.

Town of Davie, Florida **Table 12**
Direct and Overlapping Governmental Activity Debt
As of September 30, 2023

	Debt Outstanding	Estimated Percentage Applicable	Amount Applicable to Primary Government
Governmental Unit:			
Broward County School Board	$ 864,619,000	4.65%	$ 40,233,403
Broward County	1,225,515,224	5.07%	62,172,234
Subtotal, overlapping debt			102,405,637
Town of Davie, Florida			61,057,208
Total direct and overlapping debt			$ 163,462,845

Source: Outstanding debt and applicable percentages provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with geographic boundaries of the Town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of the Town of Davie, Florida. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Town of Davie, Florida
Legal Debt Margin Information
Last Ten Fiscal Years

Table 13

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	$ 805,655,045	$ 851,404,718	$ 894,335,082	$ 956,630,934	$ 1,029,394,308	$ 1,092,240,823	$ 1,156,746,880	$ 1,214,860,781	$ 1,267,094,632	$ 1,379,133,626
Total net debt applicable to limit	39,629,898	35,852,930	31,482,618	27,325,784	23,432,450	20,456,350	18,145,900	16,073,000	13,948,000	11,630,700
Legal debt margin	$ 766,025,147	$ 815,551,788	$ 862,852,464	$ 929,305,150	$ 1,005,961,858	$ 1,071,784,473	$ 1,138,600,980	$ 1,198,787,781	$ 1,253,146,632	$ 1,367,502,926
Total net debt applicable to the limit as a percentage of debt limit	4.92%	4.21%	3.52%	2.86%	2.28%	1.87%	1.57%	1.32%	1.10%	0.84%
Taxable assessed value	$ 6,828,101,369	$ 7,316,721,257	$ 7,750,245,282	$ 8,385,020,801	$ 9,082,123,325	$ 9,669,050,525	$ 10,297,374,227	$ 10,575,924,848	$ 11,356,865,657	$ 12,494,575,904
Tax exempt real property	1,228,449,080	1,197,325,920	1,193,105,540	1,181,288,540	1,211,819,750	1,253,357,700	1,270,094,570	1,572,682,960	1,314,080,660	1,296,760,360
	$ 8,056,550,449	$ 8,514,047,177	$ 8,943,350,822	$ 9,566,309,341	$ 10,293,943,075	$ 10,922,408,225	$ 11,567,468,797	$ 12,148,607,808	$ 12,670,946,317	$ 13,791,336,264

Legal Debt Margin Calculation for Fiscal Year 2023:

Taxable Assessed Value	$ 12,494,575,904
Add back: exempt real property	1,296,760,360
	13,791,336,264
Debt limit (10% of total assessed value)	$ 1,379,133,626
General obligation bonds	$ 11,695,000
Less: Amounts set aside for repayment of general obligation debt	64,300
Total net debt applicable to limit	11,630,700
Legal debt margin	$ 1,367,502,926

Town of Davie, Florida **Table 14**
Pledged-Revenue Coverage
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Water and Sewer Revenue Bonds					
	Water Charges and Other *	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2014	$ 25,440,833	$ 11,662,722	$ 13,778,111	$ 2,301,646	$ 1,794,488	336.37%
2015	28,486,341	12,073,335	16,413,006	2,665,294	6,743,818	174.44%
2016	25,207,810	12,387,452	12,820,358	2,596,944	6,757,287	137.05%
2017	24,320,696	13,485,764	10,834,932	2,700,390	6,610,944	116.36%
2018	27,450,471	15,169,017	12,281,454	2,759,679	6,562,409	131.75%
2019	29,443,300	16,451,215	12,992,085	2,814,067	6,302,363	142.51%
2020	26,844,194	15,675,640	11,168,554	2,873,556	4,796,561	145.61%
2021	26,900,500	14,207,242	12,693,258	2,933,149	4,159,579	178.96%
2022	31,228,436	14,116,449	17,111,987	4,612,849	3,922,505	200.48%
2023	32,693,770	15,982,024	16,711,746	4,252,656	3,821,668	206.97%

* Water charges and other includes charges for services, intergovernmental, other income, investment income (loss), gain (loss) on sale of capital assets and capital contributions.

Town of Davie, Florida **Table 15**
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population (1,2,3)	Median Age (1,2)	Personal Income (1,3) (Thousands of Dollars)	Per Capita Personal Income (1,3)	School Enrollment (4)	Broward County Unemployment Rate (5,6)
2014	95,499	37.9	$ 2,940,414	$ 30,790	16,228	5.2%
2015	96,908	37.6	2,983,797	30,790	16,161	5.1%
2016	99,440	40.8	3,360,276	33,792	16,539	4.6%
2017	100,683	37.6	3,240,080	32,181	17,083	3.3%
2018	103,165	37.7	3,518,649	34,107	17,174	2.8%
2019	104,249	37.7	3,593,567	34,471	17,235	2.6%
2020	105,054	36.8	3,857,268	36,717	16,809	7.8%
2021	105,691	36.8	3,880,656	36,717	16,821	4.4%
2022	106,984	37.5	3,945,570	36,880	15,068	2.8%
2023	106,989	38.4	4,530,877	42,349	16,736	3.0%

Sources:

(1) U.S. Census Bureau.
(2) American Community Survey.
(3) University of Florida Bureau of Economic and Research.
(4) Broward County School 20th day Enrollment.
(5) State of Florida Unemployment Statistics.
(6) U.S. Department of Labor.

Town of Davie, Florida
Principal Employers
Current Year and Nine Years Ago

Table 16

		2023			2014		
Employer	**Type of Business**	**Employees**	**Rank**	**Percentage of Total County Employment**	**Employees**	**Rank**	**Percentage of Total County Employment**
Nova Southeastern University	Educational Complex	6,537	1	0.60%	4,236	1	0.42%
Broward County Schools	Educational Complex	1,632	2	0.15%	1,923	2	0.19%
Broward College	Educational Complex	1,295	3	0.12%	1,548	3	0.15%
Publix Supermarkets	Retail	852	4	0.08%	708	6	0.07%
Town of Davie	Municipality	772	5	0.07%	708	5	0.07%
Rick Case Automotive	Auto/Cycle Dealership	751	6	0.07%	646	7	0.06%
HCA Hospital	Medical	724	7	0.07%	-	-	-
Home Depot	Retail	627	8	0.06%	-	-	-
Walmart	Retail	327	9	0.03%	421	9	0.04%
Target	Pharmaceutical	327	10	0.03%	230	10	0.02%
Actavis (Watson)	Pharmaceutical	-	-	-	1,000	4	0.10%
Stryker	Medical Device	-	-	-	436	8	0.04%
Total		13,844		1.28%	11,856		1.16%

Source: Greater Fort Lauderdale Broward Economic Development Alliance and Town of Davie Administration Department.

Town of Davie, Florida **Table 17**
Full-Time Equivalent Town Government Employees by Function/Program
Last Ten Fiscal Years

	Full-Time Equivalent Employees as of September 30,									
	2014	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**
Function/Program:										
General Government:										
Legislative	5	5	5	5	5	5	5	5	5	5
Administrative	74	79	93	100	91	100	99	93	84	92
Public Works/Utilities	105	106	110	112	113	115	120	122	124	125
Parks, Recreation and Cultural Arts	48	48	49	49	49	51	52	52	58	60
Building and Engineering	37	38	33	33	34	35	36	37	38	44
Public Safety:										
Police	251	253	258	263	274	277	286	298	299	301
Fire/Rescue	156	157	162	176	177	177	184	184	184	187
Total	676	686	710	738	743	760	782	791	792	814

Source: Various Town Departments.

Town of Davie, Florida
Operating Indicators by Function/Program
Last Ten Fiscal Years

Table 18

	Fiscal Year									
	2014	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**
Function/Program:										
Police:										
Physical arrests	1,408	1,237	1,873	954	964	1,134	912	1,278	755	736
Citations issued	15,188	13,897	9,407	8,279	11,756	12,674	7,281	5,746	15,133	8,117
Fire rescue:										
Numbers of calls answered	13,345	13,649	14,094	14,566	14,174	13,964	13,200	14,338	14,860	15,534
Fire inspections	4,560	5,457	5,358	5,444	8,366	10,599	7,530	8,771	9,900	10,863
Community development:										
New Residential/Commercial building permits issued	152	157	188	110	239	284	150	203	668	460
Highway and streets:										
Street resurfacing (miles)	7	10	3	3	8	6	14	9	4	4
Parks, recreation and cultural arts:										
Athletic programs (participants)	3,227	2,984	3,279	2,054	2,332	1,614	825	822	1,877	2,888
Youth camps (participants)	510	498	551	458	539	495	-	319	436	458
Club memberships	353	424	489	627	961	946	1,027	1,090	1,713	2,112
Facility rentals	3,384	2,464	2,613	1,749	3,687	3,324	922	257	3,460	7,381
Pool admissions	91,898	94,088	98,790	100,413	134,790	136,415	55,431	25,489	76,006	109,315
Water:										
Number of water meters operating	9,603	9,517	9,691	10,181	10,171	9,876	10,393	9,956	10,000	10,023
Average daily consumption (thousands of gallons)	3.83 MGD	3.73 MGD	4.64 MGD	4.51 MGD	4.47 MGD	4.42 MGD	4.15 MGD	4.00 MGD	4.00 MGD	4.10 MGD
Sewer:										
Average daily sewage treatment (thousands of gallons)	3.83 MGD	3.30 MGD	3.46 MGD	3.78 MGD	3.90 MGD	3.76 MGD	3.54 MGD	3.60 MGD	3.55 MGD	3.71 MGD

Source: Various Town Departments

Town of Davie, Florida **Table 19**
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

	Fiscal Year									
	2014	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**
Function/Program:										
Public safety:										
Police stations	1	1	1	1	1	1	1	1	1	1
Fire stations	6	6	6	6	6	6	6	6	6	6
Highway and streets:										
Streets (miles)	309	310	310	310	310	310	310	310	310	310
Number of street lights	4,065	5,152	5,153	5,156	5,164	5,174	5,215	5,215	5,215	5,215
Parks, recreation and cultural arts:										
Number of parks	35	35	35	36	37	37	37	33	33	33
Swimming pools	2	2	2	2	2	2	2	2	2	2
Community centers	6	6	6	6	6	7	8	8	8	8
Community bus shuttles	3	3	3	3	5	5	6	6	6	6
Water:										
Water mains (miles)	162	162	162	163	163	169	165	170	163	174
Fire hydrants	1,587	1,460	1,460	1,587	1,587	1,587	1,461	1,638	1,693	1,611
Maximum daily capacity (in thousand of gallons)	7.42 MGD	10.0 MGD	10.0 MGD	10.0 MGD	10.0 MGD	10.0 MGD	10.0 MGD	10.0 MGD	10.0 MGD	8.0 MGD
Sewer/stormwater:										
Sanitary sewers (miles)	73	73	73	73	73	73	68	70	74	74
Storm sewers (miles)	84	84	84	84	89	89	89	117	117	122
Maximum daily treatment capacity (in millions of gallons per day - MGD)	8.35 MGD	8.35 MGD	8.35 MGD	8.35 MGD	8.35 MGD	8.35 MGD	8.35 MGD	8.35 MGD	8.35 MGD	8.35 MGD

Source: Various Town Departments

COMPLIANCE SECTION

Keefe McCullough
CPAs + Trusted Advisors

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Honorable Mayor and
Members of the Town Council
Town of Davie, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Davie, Florida, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the Town of Davie, Florida's basic financial statements, and have issued our report thereon dated March 29, 2024. Our report includes a reference to other auditors who audited the financial statements of the Town of Davie Firefighters' Pension Plan and the Town of Davie Police Employees' Pension Plan as described in our report on the Town of Davie, Florida's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Town of Davie, Florida's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Town of Davie, Florida's internal control. Accordingly, we do not express an opinion on the effectiveness of Town of Davie, Florida's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

CPAs + Trusted Advisors

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Davie, Florida's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale, Florida
March 29, 2024

Keefe McCullough
CPAs + Trusted Advisors

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.550, *RULES OF THE FLORIDA AUDITOR GENERAL*

To the Honorable Mayor and
Members of the Town Council
Town of Davie, Florida

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited the Town of Davie, Florida's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *Florida Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on each of the Town of Davie, Florida's major federal programs and state projects for the year ended September 30, 2023. The Town of Davie, Florida's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Town of Davie, Florida complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2023.

Basis for Opinion on Each Major Federal Program and State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, *Rules of the Florida Auditor General*. Our responsibilities under those standards, the Uniform Guidance, and Chapter 10.550, *Rules of the Florida Auditor General* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Town of Davie, Florida and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program and state project. Our audit does not provide a legal determination of the Town of Davie, Florida's compliance with the compliance requirements referred to above.

CPAs + Trusted Advisors

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Town of Davie, Florida's federal programs and state projects.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Town of Davie, Florida's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, *Rules of the Florida Auditor General* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Town of Davie, Florida's compliance with the requirements of each major federal program and state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, *Rules of the Florida Auditor General* we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Town of Davie's, Florida compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Town of Davie, Florida's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, *Rules of the Florida Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of the Town of Davie, Florida's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance, and Chapter 10.550, *Rules of the Florida Auditor General*. Accordingly, this report is not suitable for any other purpose.

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale, Florida
March 29, 2024

Keefe McCullough
CPAs + Trusted Advisors

MANAGEMENT LETTER IN ACCORDANCE WITH
THE RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

To the Honorable Mayor and
Members of the Town Council
Town of Davie, Florida

Report on the Financial Statements

We have audited the financial statements of the Town of Davie, Florida (the "Town"), as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated March 29, 2024.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated March 29, 2024, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding financial audit report. There were no findings and recommendations made in the preceding financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The name or official title and legal authority of the Town and its blended component unit are disclosed in the notes to the financial statements.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the Town met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Town did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the Town. It is management's responsibility to monitor the Town's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Special District Component Units

Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, Rules of the Auditor General, the Town reported the specific information in Exhibit 1 accompanying this report. The information for compliance with Section 218.39(3)(c), Florida Statutes and Section 10.554(1)(i)6, Rules of the Auditor General, has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal, State, and other granting agencies, Members of the Town Council, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale, Florida
March 29, 2024

Town of Davie, Florida
Exhibit 1
Data Elements Required By Section 218.39(3)(c), Florida Statutes and Sections 10.554(1)(i)6, Rules of the Auditor General
(Unaudited)

Data Element		Town of Davie Community Redevelopment Agency
Number of district employees compensated in the last pay period of the the district's fiscal year at 09/30/2023		None
Number of independent contractors to whom nonemployee compensation was paid in the last month of the district's fiscal year, September 2023		None
Employee compensation, earned or awarded, for FYE 9/30/2023 (paid/accrued)	$	-
Nonemployee independent contractor compensation, earned or awarded, for FYE 9/30/2023 (paid/accrued)	$	-
Each construction project approved by the district scheduled to begin on or after October 1, 2022; (>$65K):		
Davie Road Downtown Improvements	$	559,759
Budget variance report		Page 92

Keefe McCullough
CPAs + Trusted Advisors

INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE WITH
THE REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES

To the Honorable Mayor and
Members of the Town Council
Town of Davie, Florida

We have examined the Town of Davie, Florida's (the "Town") compliance with the requirements of Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the fiscal year ended September 30, 2023. Management is responsible for the Town's compliance with the specified requirements. Our responsibility is to express an opinion on the Town's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Town complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Town complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination does not provide a legal determination on the Town's compliance with the specified requirements. In our opinion, the Town complied, in all material respects, with the aforementioned requirements, for the year ended September 30, 2023.

This report is intended solely for the information and use of management, Members of the Town Council, and the State of Florida Auditor General, and is not intended to be and should not be used by anyone other than these specified parties.

Keefe McCullough

KEEFE McCULLOUGH

Fort Lauderdale, Florida
March 29, 2024

CPAs + Trusted Advisors

Town of Davie, Florida
Schedule of Expenditures of Federal Awards
and State Financial Assistance
For the Year Ended September 30, 2023

Federal/State Agency, Pass-through Entity, Federal Program/State Project	Assistance Listing/ CSFA Number	Contract/Grant Number	Expenditures	Transfers to Sub-recipients
Federal Agency Name:				
Direct Programs:				
United States Department of Housing and Urban Development -				
Community Development Block Grants/Entitlement Grants	14.218	BC-16MC-12-0044	$ 7,820	$ -
	14.218	BC-17MC-12-0044	46,936	-
	14.218	BC-19MC-12-0044	161,913	-
	14.218	BC-20MC-12-0044	134,486	-
	14.218	BC-20MW-12-0044	10,080	-
	14.218	BC-21MC-12-0044	515,914	-
	14.218	BC-21MC-12-0044	211,966	-
		14.218 Total	1,089,115	-
United States Department of Treasury - Coronavirus State and Local Fiscal Recovery Funds	21.027	---	2,438,143	-
United States Department of Justice - Coronavirus Emergency Supplemental Funding Program	16.034	---	54,918	-
Indirect Programs:				
United States Department of Justice - Passed through Broward County Sheriff's Office - Equitable Sharing Program	16.922	---	24,750	-
Edward Bryne Memorial Justice Assistance Grant Program	16.738	---	15,340	-
United States Department of Health and Human Services - Passed through Florida Department of Health - Injury Prevention and Control Research and State and Community Based Programs	93.136	---	2,505	-

See notes to the schedule of expenditures of federal awards and state financial assistance.

Town of Davie, Florida
Schedule of Expenditures of Federal Awards
and State Financial Assistance
For the Year Ended September 30, 2023
(Continued)

Federal/State Agency, Pass-through Entity, Federal Program/State Project	Assistance Listing/ CSFA Number	Contract/Grant Number	Expenditures	Transfers to Sub-recipients
Federal Agency Name:				
United States Department of Homeland Security - Passed through the Florida Division of Emergency Management -				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	D0623	220,455	-
	97.036	D0746	30,279	-
	97.036	Z1757	15,234	-
	97.036	Surfside	68,771	-
	97.036	D0664	89,658	-
	97.036	D0939	256,983	-
	97.036	D1092	24,872	-
	97.036	D0722	87,949	-
		97.036 Total	794,201	-
Emergency Management Performance Grants	97.042	CERT	9,901	-
	97.042	CADET	14,435	
		97.042 Total	24,336	-
Hazard Mitigation Grant	97.039	---	95,752	-
Total Expenditures of Federal Awards			$ 4,539,060	$ -

See notes to the schedule of expenditures of federal awards and state financial assistance.

Town of Davie, Florida
Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)
For the Year Ended September 30, 2023

Federal/State Agency, Pass-through Entity, Federal Program/State Project	Assistance Listing/ CSFA Number	Contract/Grant Number	Expenditures	Transfers to Sub-recipients
State Agency Name:				
Direct Projects:				
Florida Department of Transportation -				
County Incentive Grant Program (CIGP)	55.008	G1457	$ 28,406	$ -
Commuter Assistance Program/Ride Share Grants	55.007	G2750	25,000	-
Florida Department of Environmental Protection -				
Alternative Water Supply	37.100	AWS-SFDEP-49	232,599	-
Statewide Water Quality Restoration Projects	37.039	LPA0272	250,000	-
Florida Housing Finance Corporation -				
State Housing Initiative Partnership Program (SHIP)	40.901	LHAP (2021/22)	274,663	-
		LHAP (2022/23)	176,103	-
		LHAP (2023/24)	90,000	-
		40.901 Total	540,766	-
Total Expenditures of State Financial Assistance			$ 1,076,771	$ -

See notes to the schedule of expenditures of federal awards and state financial assistance.

Note 1 - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the "Schedule") includes the federal and state grant activity of the Town of Davie, Florida (the "Town"). The information in the Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and Chapter 10.550, *Rules of the Florida Auditor General*. Because the Schedule presents only a selected portion of the operations, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Town.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are generally on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, and Chapter 10.550, *Rules of the Florida Auditor General*, as well as other applicable provisions of contracts and grant agreements, wherein certain types of expenditures are not allowable or are limited as to reimbursement, as applicable.

Note 3 - Indirect Cost Rate

The Town did not elect to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 4 - Contingency

The grant and contract revenue received is subject to audit and adjustment. If any expenditures or expenses are disallowed by the grantor agencies as a result of such an audit, any claim for reimbursement to the grantor/contract agencies would become a liability of the Town. In the opinion of management, all grant and contract expenditures are in compliance with the terms and conditions of the grant agreements and applicable federal/state laws and other applicable regulations.

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	*Unmodified Opinion*
Internal control over financial reporting:	
Material weakness(es) identified?	___ yes _X_ no
Significant deficiency(ies) identified?	___ yes _X_ none reported
Noncompliance material to financial statements noted?	___ yes _X_ no

Federal Programs and State Projects

Internal control over major federal programs and state projects:	
Material weakness(es) identified?	___ yes _X_ no
Significant deficiency(ies) identified?	___ yes _X_ none reported
Type of auditor's report issued on compliance for major federal programs and state projects:	*Unmodified Opinion*
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	___ yes _X_ no

Identification of major federal programs and state projects:

Assistance Listing No.	Federal Program(s)
21.027	United States Department of Treasury - Coronavirus State and Local Fiscal Recovery Funds
97.036	United States Department of Homeland Security - Disaster Grants - Public Assistance (Presidentially Declared Disasters)

CSFA No.	State Projects(s)
40.901	Florida Housing Finance Corporation - State Housing Initiative Partnership Program (SHIP)

Dollar threshold used to distinguish between Type A and Type B programs and projects:	$ 750,000 federal programs $ 323,031 state projects
Auditee qualified as low-risk auditee?	_X_ yes ___ no

SECTION II - FINANCIAL STATEMENTS FINDINGS

None Reported.

SECTION III - FEDERAL PROGRAMS AND STATE PROJECTS FINDINGS AND QUESTIONED COSTS

None Reported.

SECTION IV - PRIOR YEAR AUDIT FINDINGS

None Reported.